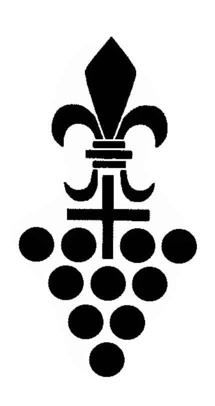
STELLENBOSCH MUNICIPALITY



FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

INDEX

GENERAL INFORMATION

Executive Mayor	:	Alderman WF Ortell
Deputy Executive Mayor	:	Councillor GW Adonis
Speaker	:	Alderman MW Kalazana

MEMBERS OF EXECUTIVE MAYORAL COMMITTEE

Councillor JC Anthony
Councillor HC Bergstedt (Ms)
Councillor SM Gordon (Ms)
Councillor NA Mgijima (Ms)
Councillor HG Pheiffer
Alderman JB Truter

MEMBERS OF COUNCIL

Councillor J Andrews
Councillor DC Botha
Councillor PW Biscombe
Alderman G Bruwer
Councillor SR Constable
Councillor JP de Wet
Councillor CW du Preez (Ms)
Councillor AC Fortuin (Ms)
Councillor JIK Gagiano
Councillor AH Götze
Councillor S Jooste (Ms)
Councillor BL Makasi
Councillor EL Maree (Ms)
Councillor C Mcako
Councillor JB Morgan
Councillor AB Moses (Ms)
Councillor C Moses (Ms)
Councillor FJ Nel
Councillor MMM Ngcofe
Councillor KJ Pietersen
Councillor LN Swakamisa (Qoba) (Ms)
Councillor AN Tshitshiba-Joseph
Councillor SD van der Merwe
Councillor JW van der Poel
Councillor AP van der Westhuizen
Councillor PC van Wyk

AUDITORS:

The Auditor-General

BANKERS:

ABSA Bank

REGISTERED OFFICE:

Plein Street STELLENBOSCH 7600	P O Box 17 STELLENBOSCH 7599	Telephone: Fax:	(021) 808 8111 (021) 808 8200

MUNICIPAL MANAGER:

Mr BW Kannemeyer

CHIEF FINANCIAL OFFICER:

Mr IBR Kenned

APPROVAL OF FINANCIAL STATEMENTS:

A report on the annual financial statements for the 2004/2005 financial year must still serve before Council.

PREPARATION OF FINANCIAL STATEMENTS

I am responsible for the preparation of these financial statements, which are set out on pages 1 to 47, in terms of section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 24 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

....
MUNICIPAL MANAGER

29/08/2005.
DATE

OVERVIEW BY THE EXECUTIVE MAYOR OF STELLENBOSCH

As Executive Mayor I am proud to present to Council the Financial Statements for the financial year 2004/2005.

As Council we are doing our best to work selflessly for the betterment of our communities. We fully understand that our responsibilities are to be accountable, sensitive and responsive to the needs of the people, every step of the way. The actual spending of our budgets and realisation of income, and the broadening of our asset base during the period under review reflect our continuous devotion to improve the quality of life for all our citizens in the Greater Stellenbosch municipal area.

Since the previous Auditor General's report, the issues raised, as a matter of emphasis, were included in the performance agreements of the relevant Senior Managers. We continue to be truly transparent in our financial reporting, and by using GAMAP (General Accepted Municipal Accounting Practice) principles for the second year running, this accountability will be cemented.

ALDERMAN WF ORTELL
EXECUTIVE MAYOR

REPORT OF THE AUDITOR-GENERAL

The Auditor-General has, at the time of compiling this report, not yet executed an audit of the financial statements presented herewith.

REPORT OF THE CHIEF FINANCIAL OFFICER

1 PREAMBLE

It is my pleasure to give a brief summary of the financial results of our Council for the financial year ending 30 June 2005.

The operating activities culminated in a in a net surplus of R2 248 228 for this financial period. Our main concern however remains the constant growth in outstanding debtors during the period under review. Strategic interventions to deal with this trend would be addressed in the following year with the introduction of a comprehensive payment for services campaign.

2 OPERATING RESULTS

As the financial statements provide an in-depth analysis of the operating results, and compliance with our accounting policies, the following matters are highlighted.

The actual revenue of R380 930 496 compare favourably with the approved income budget of R343 706 960. It is however important to take cognisance of the disclosure of operating, as well as capital grants and receipts included in the operating account in accordance with GAMAP. Before-mentioned receipts disclosed in the Statement of Financial Performance amounts to R44 816 478 for 2004/2005.

The total actual expenditure of R329 131 909 also compares favourably with the approved budget of R343 706 960 for this financial period. It should be noted that appropriations to various funds and reserves permitted in accordance with GAMAP, are accounted for in the Statement of Changes in Net Assets, and no longer in the Statement of Financial Performance as "Contributions to Funds".

The net appropriations as listed in the Statement of Changes in Net Assets amounted to R49 096 390, and the balance of the Accumulated Surplus increased from R7 508 761 to R9 756 989 at 30 June 2005. The Statement of Changes in Net Assets deals with allocations to various accounts, for example the Capital Replacement Reserve, offsetting of depreciation, capital receipts for Property, Plant and Equipment purchased, et cetera.

Future Depreciation Reserves are also created for all assets purchased out of grants and Council's Capital Replacement Reserve. Offsetting of these reserves occurs annually via the Statement of Changes in Net Assets, referred to as offsetting of depreciation, to prevent double taxation of consumers.

3 CLASSIFICATION OF SERVICES

The various services rendered by Council are arranged per function (directorate) or purpose of expenditure in the various statements and appendixes of the financial statements, in order to comply with the GAMAP format of financial year-end reporting

4 STANDARDISATION OF FINANCIAL REPORTING

These financial statements are presented in line with the new Accounting Standards and format of the Annual Financial Statements as standardized by the National Treasury

5 GENERALLY ACCEPTED MUNICIPAL PRACTICE (GAMAP)

The Accounting Policy provides detail with regard to the accounting for transactions in accordance with GAMAP requirements with regard to:

Property Plant and Equipment,
Statutory Funds and Reserves, Trust Funds and Provisions,
Investments,
Unspent Conditional Grants , et cetera.

IBR KENNED
CHIEF FINANCIAL OFFICER

ACCOUNTING POLICY NOTES

The following set of accounting policies were formulated according to the GAMAP statements and being used as the accounting policy notes in the GAMAP Annual Financial Statements of Stellenbosch Municipality.

1 BASIS OF PRESENTATION

These financial statements have been prepared in accordance with GAMAP laid down by the Accounting Standards Board. They are prepared on the going concern basis.

The financial statements have been prepared on the historical cost basis unless otherwise stated.

2 BASIS OF CONSOLIDATION

The municipality does not have any investments in controlled entities, associates or joint ventures. The municipality does therefore not prepare separate consolidated financial statements.

3 PROPERTY, PLANT AND EQUIPMENT (PPE)

PPE is stated:

- At cost less accumulated depreciation where assets are purchased, or
- At fair value at date of acquisition, less accumulated depreciation where assets have been acquired by grant or donation.

Subsequent expenditure relating to property, plant and equipment is capitalised if it is probable that future economic benefits or potential service delivery of the asset are enhanced in excess of the originally assessed standard of performance. If expenditure only restores the originally assessed standard of performance, then it is regarded as repairs and maintenance and is expensed. The enhancement of an existing asset so that its use is expanded or the further development of an asset so that its original life is extended, are examples of subsequent expenditure which may be capitalised.

The municipality has adopted a capitalisation threshold whereby all expenditure below the threshold is expensed when incurred. The threshold is currently R10 000.

Depreciation

Depreciation is calculated on cost, using the straight line method, over the estimated useful lives of the assets. The depreciation rates are based on the following estimated lives:

	Years		Years
Infrastructure		**Other**	
Roads and Paving	30	Buildings	30
Pedestrian Malls	30	Specialist vehicles	10
Electricity	20-30	Other vehicles	5
Water	15-20	Office equipment	3-7
Sewerage	15-20	Furniture and fittings	7-10
Housing	30	Watercraft	15
		Bins and containers	5
Community		Specialised plant and equipment	10-15
Improvements	30	Other plant and equipment	2-5
Recreational Facilities	20-30		
Security	5		
Investment Properties	30		

Heritage assets, which are defined as culturally significant resources such as works of art, historical buildings and statues are not depreciated as they are regarded as having an infinite life. Land is also not depreciated for the same reason.

Incomplete construction work is stated at historic cost. Depreciation only commences when the asset is commissioned into use.

Disposal of assets

- Assets are written off on disposal.
- The difference between the book value of assets (cost less accumulated depreciation) and the sales proceeds is reflected as a gain or loss in the Statement of Financial Performance. In certain instances the sales proceeds on the sale of assets may be transferred to the Capital Replacement Reserve (CRR). These instances are discussed under the accounting policy note regarding the CRR.

4 INVESTMENT PROPERTY

Investment property, which is property held for capital appreciation, is stated at cost less accumulated depreciation and accumulated impairment losses. Depreciation is calculated on cost, using the straight-line method over the useful life of the property, which is 30 years.

5 INVENTORIES & AGRICULTURAL ASSETS

5.1 Inventories

Inventories consist of consumables, raw materials, work in progress and finished goods which are valued at the lower of cost, determined on the weighted average basis, and net realisable value. If inventories are to be distributed at no charge or for a nominal charge they are valued at the lower of cost and current replacement cost.

Unsold properties are valued at the lower of cost and net realisable value on a weighted average cost basis. Direct costs are accumulated for each separately identifiable development. Cost also includes a portion of overhead costs if the costs occur frequently and are separately identifiable.

Cost of inventories comprises all costs of purchase, cost of conversion and other cost incurred in bringing the inventories to its present location and condition.

Redundant and slow moving inventories are identified and written down with regard to their estimated economic or realisable values. Consumables are written down with regard to their age, condition and utility.

5.2 Agricultural Assets

Agricultural assets, which are defined as living animals or plants are recognised on the Statement of Financial Position of the municipality, if the municipality:

- Controls the asset as a result of a past event.
- Regards the inflow of future economic benefits from the use of the asset to be probable.
- Is able to measure the fair value of the asset reliably. This implies that an active market has to exist for the agricultural asset.

Agricultural assets are measured at fair value at each financial year end, less estimated point- of-sale costs. Fair value is the amount for which an asset can be exchanged between knowledgeable, willing parties in an arm's length transaction. Point-of-sale costs include commissions to brokers, levies by regulatory agencies and as well as transfer taxes and duties.

The changes in fair value less point-of-sale costs from one financial year end to the next are recognised as revenue in the Statement of Financial Performance.

6 STATUTORY FUNDS AND RESERVES

The municipality creates and maintains Statutory Funds and Reserves in terms of specific requirements.

6.1 Capital Replacement Reserve

In order to finance the future purchase of items of property, plant and equipment amounts are transferred via the Statement of Changes in Net Assets into the Capital Replacement Reserve (CRR) from the Accumulated Surplus. These transfers may only be made if they are backed by cash. The following provisions are set for the creation and utilisation of the CRR:

- The cash which backs up the CRR is invested until it is utilised. The cash may only be invested in accordance with the investment policy of the municipality.
- Interest earned on the CRR investment is recorded as part of total interest earned in the Statement of Financial Performance.
- The CRR may only be utilised for the purpose of purchasing items of property, plant and equipment for the municipality and may not be used for the maintenance of these items.
- Whenever an asset is purchased out of the CRR an amount equal to the cost price of the asset purchased is transferred from the CRR into a Capitalisation Reserve. This reserve is equal to the remaining depreciable value (book value) of assets purchased out of the CRR.

The Capitalisation Reserve is used to offset depreciation charged on assets purchased out of the CRR to avoid double taxation of the consumers.

- If a gain is made on the sale of assets the gain on these assets sold is reflected in the Statement of Financial Performance. The full proceeds on the sale of land are transferred to the CRR.

6.2 Government Grants Reserve

When an asset is purchased from government grants an amount equal to the cost price of the asset purchased is transferred from the Unspent Conditional Grant into the Statement of Financial Performance as revenue. Thereafter an equal amount is transferred on the Statement of Changes in Net Assets to the Government Grants Reserve. This reserve is equal to the remaining depreciable value (book value) of assets purchased out of the Unspent Conditional Grants. The Government Grants Reserve is used to offset depreciation charged on assets purchased out of the Unspent Conditional Grants.

6.3 Donations and Public Contributions Reserve

When an asset is purchased from donations or public contributions an amount equal to the cost price of the asset purchased is transferred from the Unspent Conditional Grant into the Statement of Financial Performance as revenue. Thereafter an equal amount is transferred on the Statement of Changes in Net Assets to the Donations and Public Contributions Reserve. This reserve is equal to the remaining depreciable value (book value) of assets purchased out of the Unspent Conditional Grants. The Donations and Public Contributions Reserve is used to offset depreciation charged on assets purchased out of the Unspent Conditional Grants.

6.4 Self Insurance Reserve

An Internal Insurance Reserve has been established and, subject to external insurance where deemed necessary, covers claims that may occur. Premiums are charged to the respective services taking into account claims history.

- Contributions to the fund by departments are transferred via the Statement of Changes in Net Assets to the reserve in line with amounts budgeted for.
- Insurance premiums paid to external insurers are regarded as an expense and must be shown as such in the Statement of Financial Performance. These premiums do not affect the Insurance Reserve.
- Claims received from external insurers are utilised in the calculation of a gain or loss on the scrapping of damaged assets and are therefore effectively recorded in the Statement of Financial Performance. Replacement assets partially purchased out of the Internal Insurance Reserve, where the external insurance claim does not fully fund the purchase price, result in a transfer being made from the insurance reserve to an FDR Internal Insurance Reserve.
- Claims received from external insurers to meet repairs of damages on assets are reflected as revenue in the Statement of Financial Performance.
- Repair and replacement costs not fully covered by external insurance are financed from the Insurance Reserve. The repair and replacement cost is regarded as an expense and is reflected in the Statement of Financial Performance. An amount equal to the expense is transferred from the Insurance Reserve to the Accumulated Surplus via the Statement of Changes in Net Assets.

- Incidental expenditure on assets, not externally insured, and ascribable to abnormal wear and tear is financed from the Insurance Reserve. Abnormal wear and tear is defined as abnormal, insurable mechanical damage to assets.
- Excess payments with regards to claims made to external insurers are financed from the Insurance Reserve.

6.5 Housing Development Fund

Section 15(5) and 16 of the Housing Act, (Act 107 of 1997), which came into operation on 1 April 1998, requires that the municipality maintain a separate housing operating account. This legislated separate operating account will be known as the Housing Development Fund.

The Housing Act also requires in terms of Section 14(4) (d) (ii) (aa) read with, *inter alia,* Section 16(2) that the net proceeds of any letting, sale of property or alienation, financed previously from government housing funds, be accounted for in a separate operating account and be utilised by the Municipality for housing development in accordance with the National Housing Policy.

The following provisions are set for the creation and utilisation of the Housing Development Fund:

- The Housing Development Fund is backed by cash and this cash is invested in accordance with the municipality's investment policy.
- The fund may be utilised for housing developments in accordance with the national housing policy and also for housing development projects approved by the MEC.
- Any contributions to or from the fund are shown as transfers in the Statement of Changes in Net Assets.
- Interest earned on the investments backing up this fund is recorded as interest earned in the notes to the Statement of Financial Performance and is then transferred via the Statement of Changes in Net Assets to the Housing Development Fund.

7 TRUST FUNDS

Trust funds reflected on the Statement of Financial Position represent funds held by the municipality on behalf of or for the benefit of third parties outside of the municipality and are governed by the following rules:

- Each trust is evidenced by a legal trust document.
- The municipality is a trustee of the trust.
- The municipality is represented as a trustee of the trust through its officials or councillors, who have signed letters of consent to act as trustees on behalf of the municipality.

8 PROVISIONS

A provision is recognised when the municipality has a present obligation (legal or constructive) as a result of a past event and it is probable (i.e. more likely than not) that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each Statement of Financial Position date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the

amount of a provision is the present value of the expenditures expected to be required to settle the obligation.

8.1 Medical Aid: Continued Members

Council provides certain post retirement medical aid benefits by funding the medical aid contributions of certain retired members of the municipality. According to the rules of the medical aid funds, with which Council is associated, a member (who is on the current condition of service), on retirement, is entitled to remain a continued member of such medical aid fund, in which case the member is liable for 30% of the medical aid membership fee, and Council for the remaining 70%. A post retirement medical aid benefit provision is maintained by Council. It has been internally valued at 30 June 2004.

8.2 Accrued Leave Pay

Liabilities for annual leave are recognised as they accrue to employees. Provision is based on the total accrued leave days owing to employees and is reviewed annually.

8.3 Provision for the rehabilitation of landfill sites

At year end a provision is raised for the rehabilitation of landfill sites. The provision is the net present value of the future cash flows to rehabilitate damaged land at year end.

8.4 Provision for removal of alien vegetation

At year end a provision is raised for the removal of alien vegetation. The provision is the net present value of the future cash flows of removing existing alien vegetation at year end.

8.5 Provision for constructive obligations (Grant in aid contributions)

Provision is made for any constructive obligations of the municipality. A constructive obligation arises through an established pattern of past practice, published policies or a sufficiently specific current standard, whereby the municipality has indicated to other parties that it will accept certain responsibilities and as a result, the municipality has created a valid expectation on the part of those other parties that it will discharge those responsibilities.

9 LEASES

Leases are classified as finance leases where substantially all the risks and rewards associated with ownership of an asset are transferred to the local authority.

Operating leases are those leases which do not fall within the scope of the above definition. Operating lease rentals are expensed as they become due.

Assets subject to finance lease agreements are capitalised at their cash cost equivalent and the corresponding liabilities are raised. The cost of the assets is depreciated at appropriate rates on the straight line basis over the estimated useful lives of the assets. Lease payments are allocated between the lease finance cost and the capital repayment using the effective interest rate method. Lease finance costs are expensed when incurred.

At the end of the financial year the municipality did not have any finance lease liabilities.

10 INVESTMENTS

The existing policy with regard to investments, previously approved by Council on 24 April 2001, serves as investment policy. The Council decided:

a) that all investment activities be conducted according to the applicable legislative guide-lines;

b) that the guide-lines, as prescribed in the code of investment practice published by IMFO, be followed when funds are invested;

c) that the Assistant Municipal Manager: Finance be authorized to conduct the following investment activities:

   i) to manage the Council's bank account;
   ii) to manage the Council's cash flow;
   iii) to manage a minimal investment account to cater for the Council's short and medium term financial needs;
   iv) to conduct any investment activities according to (iii) above in conjunction with a panel of senior treasury officials;
   v) to conduct any investment activities according to (iii) above with AAA rated banks only;
   vi) to administer the investment portfolio, as managed by the Asset Manager appointed by the Council in conjunction with the Asset Manager according to the agreement between the Asset Manager and the Council;

d) that all investment related issues be channeled through the Corporate Service Committee

e) that the Council, as and when necessary, grant delegated authority to the Corporate Services Committee or any other ad hoc Committee appointed by the Council, to deal with any investment related issue in the manner prescribed by the Council.

The position of the previous Assistant Municipal Manager: Finance is now know as the Chief Financial Officer.

11 FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currencies are initially accounted for at the rate of exchange ruling on the date of the transaction. Trade Creditors denominated in foreign currency are reported at Statement of Financial Position date by using the exchange rate at that date. Exchange differences arising on the settlement of creditors or on reporting of creditors at rates different from those at which they were initially recorded during the period are recognised as revenue or as expenses in the period in which they arise.

Where the transaction is covered by a forward exchange contract, the rate specified in the contract is used.

The municipality has no and has not entered into any foreign currency transactions during the financial year.

12 REVENUE RECOGNITION

Revenue is derived from a variety of sources which include rates levied, grants from other tiers of government and revenue from trading activities and other services provided.

Revenue is recognised when it is probable that future economic benefits or service potential will flow to the municipality and these benefits can be measured reliably.

12.1 Revenue from rates and basic charges is recognized when the legal entitlement to this revenue arises. Land and improvement rating systems are applied. In terms of these systems assessment rates are levied on the land and improvement values of property and rebates are granted subject to certain conditions. A composite rating system charging different rate tariffs is employed. Rebates are granted to certain categories of ratepayers.

12.2 Collection charges are recognized when such amounts are incurred.

12.3 Interest on outstanding debtors is recognized on a time proportionate basis and is charged on all outstanding debtors older than 30 days.

12.4 Service charges relating to electricity and water are based on consumption. Meters are read and billed on a monthly basis and revenue is recognized when invoiced. Estimates of consumption are made monthly when meter readings have not been performed. The estimates of consumption are recognized as revenue when invoiced. Adjustments to estimates of consumption are made in the invoicing period when meters have been read. These adjustments are recognized as revenue in the invoicing period.

12.5 Revenue from spot fines is recognised when payment is received. Revenue from the issuing of summonses is only recognised when notified by the public prosecutor of the amount actually collected.

12.6 Various services are provided on a prepayment basis in which case no formal billing takes place and income is accrued when received.

12.7 Income in respect of housing rental and instalments are accrued monthly in advance.

12.8 Interest earned on investments is recognised in the Statement of Financial Performance on a time proportionate basis that takes into account the effective yield on the investment. Interest earned on the following investments is not recognised in the Statement of Financial Performance:

- Interest earned on unspent conditional grants is allocated directly to the creditor: unspent conditional grants if the grant conditions indicate that interest is payable to the funder.
- Interest earned on Trust Funds is allocated directly to the fund and is not recognised in the Statement of Financial Performance.

12.9 Revenue from the sale of goods is recognised when all the following conditions have been satisfied:

- The municipality has transferred to the buyer the significant risks and rewards of ownership of the goods.

- The municipality retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.
- The amount of revenue can be measured reliably.
- It is probable that the economic benefits or service potential associated with the transaction will flow to the municipality.
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

12.10 Government Grants are recognised as revenue when all conditions associated with the grant have been met. Where grants have been received but the Municipality has not met the condition, a liability is created.

12.11 Commission earned on the receipt of motor vehicle registration and licence fees received on behalf of the Department of Transport is accounted for as revenue when the fees are received by the municipality.

13 TRADE CREDITORS

Trade creditors are stated at their nominal value.

14 VALUE ADDED TAX

The Council accounts for Value Added Tax on the cash basis.

15 UNAUTHORISED EXPENDITURE

Unauthorised expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in the form of a grant that is not permitted in terms of the Municipal Finance Management Act. Unauthorised expenditure is accounted for as an expense in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

16 IRREGULAR EXPENDITURE

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act, the Municipal Systems Act, the Public Office Bearers Act or is in contravention of the Municipality's supply chain management policy. Irregular expenditure excludes unauthorised expenditure. Irregular expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

17 FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure is expenditure that was made in vain and would have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as an expense in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

18 CASH AND CASH EQUIVALENTS

Cash includes cash on hand and cash with banks. Cash equivalents are short-term highly liquid investments that are held with registered banking institutions with maturities of three months or less and are subject to an insignificant risk of change in value.

Bank overdrafts are recorded based on the facility utilised. Finance charges on bank overdrafts are expensed as incurred.

19 SEGMENTAL INFORMATION

The principle segments have been identified on a primary basis by service operation and on a secondary basis by the classification of income and expenditures. The primary basis is representative of the internal structure for both budgeting and management purposes. The secondary basis classifies all operations based on the classification of income and expenditure.

20 UNSPENT CONDITIONAL GRANTS.

Unspent conditional grants are reflected on the Statement of Financial Position as a current liability – Unspent Conditional Grants. They represent unspent government grants, subsidies and contributions from the public. This liability always has to be backed by cash. The following provisions are set for the creation and utilisation of this liability:

- The cash which backs up the liability is invested until it is utilised.
- Interest earned on the investment is treated in accordance with grant conditions. If it is payable to the funder it is recorded as part of the creditor. If it is the municipality's interest it is recognised as interest earned in the Statement of Financial Performance.
- Whenever an asset is purchased out of the unspent conditional grant an amount equal to the cost price of the asset purchased is transferred from the Unspent Conditional Grant into the Statement of Financial Performance as revenue. Thereafter an equal amount is transferred on the Statement of Changes in Net Assets to a reserve called a future depreciation reserve (FDR). This reserve is equal to the remaining depreciable value (book value) of assets purchased out of the Unspent Conditional Grants. The various FDRs are used to offset depreciation charged on assets purchased out of the Unspent Conditional Grants.

21 INTANGIBLE ASSETS

Intangible assets are treated in accordance with the provisions of IAS 38. Intangible assets are classified as Non Current Assets on the Statement of Financial Position. Intangible assets are initially recorded at their cost price and are subsequently amortised over their expected useful lives. An intangible asset is defined as an identifiable non – monetary asset without physical substance held for use in the production or supply of goods or services, for rental to others, or for administrative purposes. The intangible assets under the control of the municipality are amortised according to the straight line method as follows:

- General Valuation Roll 3 years.

22 ACCOUNTS RECEIVABLE

Accounts receivable are carried at anticipated realisable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at year end. Bad debts are written of during the year in which they are identified.

23 ROUNDING

The amounts reflected in the financial statements of the municipality are all in Rand, and all amounts are rounded off to the nearest Rand.

STELLENBOSCH MUNICIPALITY
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2005

	Note	2004/2005 R	2003/2004 R
NET ASSETS AND LIABILITIES			
Net Assets		**931 395 365**	**880 578 078**
Housing development fund	1	13 888 443	16 233 064
Capital replacement reserve		95 500 197	89 564 378
Capitalisation reserve		192 406 407	167 671 131
Government grant reserve		40 677 068	17 977 599
Donations and public contr reserve		575 016 190	578 027 772
Self-insurance reserve		3 811 313	3 299 287
Loan redemption reserve		338 758	296 086
Accumulated Surplus		9 756 989	7 508 761
Non-current liabilities		**21 427 077**	**22 260 747**
Trust funds		64 530	61 980
Long-term liabilities	2	7 599 623	8 435 844
Non-current provisions	3	13 762 923	13 762 923
Current liabilities		**65 523 251**	**74 779 977**
Consumer deposits	4	6 156 345	5 464 665
Provisions	5	4 268 778	4 350 880
Creditors	6	44 696 041	49 546 229
Unspent conditional grants and receipts	7	8 758 878	13 841 470
VAT	8	0	0
Short-term loans	9	0	0
Current portion of long-term liabilities	2	1 643 210	1 576 734
Total Net Assets and Liabilities		**1 018 345 693**	**977 618 802**
ASSETS			
Non-current assets		**846 661 484**	**803 232 464**
Property, plant and equipment	10	822 888 960	778 789 392
Investment property	11	0	0
Investments	12	16 087 221	14 234 796
Long-term receivables	13	7 685 303	10 208 276
Current assets		**171 684 209**	**174 386 338**
Inventory	14	4 364 540	3 621 685
Consumer debtors	15	37 815 062	33 319 485
Other debtors	16	38 481 838	48 234 891
Current portion of non-current loans	13	1 362 001	1 542 675
Call investment deposits	17	87 367 236	86 455 714
Bank balances and cash	18	2 274 969	1 205 177
Cash on hand		18 565	6 710
		1 018 345 693	**977 618 802**

STELLENBOSCH MUNICIPALITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

Adjusted 2003/2004 R	Budget Original 2004/2005 R	Budget Adjusted 2004/2005 R		Note	Actual 2004/2005 R	Actual 2003/2004 R
			REVENUE			
56 163 100	65 989 840	68 789 840	Property rates	19	70 590 202	56 891 151
1 150 000	1 024 000	1 024 000	Property rates - penalties imposed and collection charges		1 083 703	1 159 424
173 094 775	189 129 049	190 194 049	Service charges	20	188 876 693	174 842 862
6 007 061	6 576 907	6 576 907	Rental of facilities and equipment		6 529 838	6 172 517
10 035 210	10 638 977	8 638 977	Interest earned - external investments		9 192 141	11 240 103
2 369 940	2 076 500	2 076 500	Interest earned - outstanding debtors		2 155 255	2 326 540
6 775 369	11 025 660	11 025 660	Fines		13 213 342	8 315 701
14 786 510	16 248 925	16 248 925	Licences and permits		17 807 144	15 985 598
12 292 916	13 389 186	13 409 786	Government grants and subsidies	21	37 668 929	32 783 905
29 455 014	27 607 916	29 844 518	Other income	22	26 665 700	34 240 238
-			Public contributions, donated and contributed property, plant and equipment		7 147 549	3 412 194
-			Gains on disposal of property, plant and equipment		-	-
312 129 895	**343 706 960**	**347 829 162**	**Total Revenue**		**380 930 496**	**347 370 233**
			EXPENDITURE			
113 467 201	116 909 901	114 294 441	Employee related costs	23	107 999 801	114 010 925
3 302 633	4 386 883	5 013 174	Remuneration of Councillors	24	5 012 997	3 398 985
-	6 424 102	6 424 102	Bad debts		8 920 804	6 096 488
26 900	677 816	677 816	Collection costs		663 136	63 990
-	32 460 492	32 460 492	Depreciation		27 304 194	24 633 261
33 049 332	33 745 864	34 732 362	Repairs and maintenance		36 090 636	34 965 636
15 840 614	1 954 386	1 954 386	Interest paid	25	1 151 834	1 339 565
62 663 200	65 919 360	65 899 360	Bulk purchases	26	63 675 072	60 484 333
2 273 666	2 095 571	2 095 571	Grants and subsidies paid	27	2 092 571	2 246 482
134 642 054	141 916 802	147 061 675	General expenses	28	140 377 260	112 973 441
1 750 000	2 994 293	2 994 293	Contributions to/(transfers from) provisions		5 144 819	1 159 072
-	-	-	Loss on disposal of property, plant and equipment		-	-
367 015 600	**409 485 470**	**413 607 672**	**Sub-total**		**398 433 122**	**361 372 178**
-54 885 705	**-65 778 510**	**-65 778 510**	**Less: Inter-departemental Charges**	*	**-69 301 213**	**-53 554 368**
312 129 895	**343 706 960**	**347 829 162**	**Total Expenditure**		**329 131 909**	**307 817 810**
-	-	-	**SURPLUS/(DEFICIT) FOR THE YEAR**	**	**51 798 587**	**39 552 423**

Refer to Appendix E(1) for explanation of variances

*** Inter-departmental charges are the credit entry for job- and vehicle costing transactions, where expenditure is twice debited, and must thus be deducted from Gross Expenditure.**

**** See Statement of Changes in Net Assets for Appropriation of Surplus**

STELLENBOSCH MUNICIPALITY

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2005

	Capital Replacement Reserve (CRR) R	Housing Development Fund R	Capitali-sation Reserve R	Government Grant Reserve ex Nat Govt R	Government Grant Reserve ex Prov Govt R	Donations & Public Contr Reserve ex Public Contr R	Donations & Public Contr Reserve ex Other Sources R	Self-Insurance Reserve R	Loan Redemption Reserve R	Accumulated Surplus / (Deficit) R	Total R
2003/2004											
Balance at 1 July 2003	0	17 797 705	0	0	0	0	0	3 146 207	251 892	12 102 018	33 297 822
Implementation of GAMAP	87 142 585		144 804 145			122 836 003	457 655 100				812 437 833
Restated balance	87 142 585	17 797 705	144 804 145	0	0	122 836 003	457 655 100	3 146 207	251 892	12 102 018	845 735 654
Surplus for the year										39 552 423	39 552 423
Adjustments for previous years										6 657 367	6 657 367
Contribution to operating account										-10 000 000	-10 000 000
Transfer to CRR	37 550 112									-37 550 112	0
Property, plant and equipment purchased	-35 128 319		35 128 319								0
Capital grants used to purchase PPE				3 681 702	14 299 109		7 199 979			-25 180 789	0
Contribution to Insurance Reserve								853 997			853 997
Insurance claims processed								-700 917			-700 917
Contribution to Loan Redemption Reserve									59 194		59 194
Loans redeemed									-15 000		-15 000
Transfer to/from Housing Development Fund		-1 564 640									-1 564 640
Offsetting of depreciation			-12 261 333	-819	-2 393	-9 662 202	-1 107			21 927 855	0
Balance at 30 June 2004	**89 564 378**	**16 233 065**	**167 671 131**	**3 680 883**	**14 296 715**	**113 173 800**	**464 853 971**	**3 299 287**	**296 086**	**7 508 761**	34 842 424
2004/2005											
Correction of error											0
Restated balance	89 564 378	16 233 065	167 671 131	3 680 883	14 296 715	113 173 800	464 853 971	3 299 287	296 086	7 508 761	880 578 078
Surplus for the year										51 798 587	51 798 587
Adjustments for previous years										-453 969	-453 969
Proceeds from sale of PPE	1 298 730										1 298 730
Expenditure related to sale of PPE	-36 139										-36 139
Transfer to CRR	44 211 843									-44 211 843	0
Property, plant and equipment purchased	-39 538 616		39 538 616								0
Capital grants used to purchase PPE				7 214 142	16 661 603		7 147 549			-31 023 294	0
Donated/contributed PPE			160 975 500								160 975 500
Contribution to Insurance Reserve								836 423			836 423
Insurance claims processed								-324 398			-324 398
Contribution to Loan Redemption Reserve									64 639		64 639
Loans redeemed									-21 967		-21 967
Transfer to/from Housing Development Fund		-2 344 621									-2 344 621
Depreciation on donated/contributed PPE			-160 975 500								-160 975 500
Offsetting of depreciation			-14 803 340	-299 995	-876 281	-9 753 054	-406 077			26 138 747	0
Balance at 30 June 2005	**95 500 197**	**13 888 443**	**192 406 407**	**10 595 031**	**30 082 037**	**103 420 746**	**471 595 444**	**3 811 313**	**338 758**	**9 756 989**	**50 817 286**

STELLENBOSCH MUNICIPALITY
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2005

	Note	2004/2005 R	2003/2004 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		386 187 973	333 488 278
Cash paid to suppliers and employees		-321 607 059	-301 796 216
Cash generated from operations	29	64 580 914	31 692 062
Interest received		9 192 141	11 240 103
Interest paid		-1 151 834	-1 339 565
NET CASH FROM OPERATING ACTIVITIES		72 621 221	41 592 600
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-71 403 762	-60 376 109
Proceeds on disposal of property, plant and equipment		0	0
Decrease/(Increases) in investment properties			
Decrease/(Increases) in non-current receivables		2 703 648	237 881
Decrease/(Increases) in non-current investments		-1 852 425	21 250 753
Decrease/(Increases) in call investment deposits		-911 521	
NET CASH FROM INVESTING ACTIVITIES		-71 464 061	-38 887 475
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans raised / (repaid)		-769 744	-6 246 888
Increase/(Decrease) in consumer deposits		691 680	644 475
Increase/(Decrease) in Trust Funds		2 550	3 631
NET CASH FROM FINANCING ACTIVITIES		-75 514	-5 598 782
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1 081 646	-2 893 657
Cash and cash equivalents at the beginning of the year		1 211 887	4 105 544
Cash and cash equivalents at the end of the year	30	2 293 534	1 211 887

STELLENBOSCH MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

		2004/2005 R	2003/2004 R
1	**HOUSING DEVELOPMENT FUND**		
	Housing Development Fund	13 888 443	16 233 064
	Unappropriated Surplus	3 067 500	5 205 386
	Loans extinguished by Government on 1 April 1998	10 820 944	11 027 678
	The Housing Development Fund is represented by the following assets and liabilities		
	Instalment Sales Debtors (see note 13)	4 528 654	5 127 686
	Consumer Debtors (see note 15)	8 344 980	7 488 734
	Cash and cash equivalents (see note 18)	1 014 809	3 616 645
	Total Housing Development Fund Assets and Liabilities	**13 888 443**	**16 233 064**
2	**LONG TERM LIABILITIES**		
	Local Registered Stock Loans	884 938	921 905
	Annuity Loans	8 357 895	9 090 673
	Sub-Total	9 242 833	10 012 578
	Less: Current portion transferred to current liabilities	1 643 210	1 576 734
	Local Registered Stock Loans	34 667	21 967
	Annuity Loans	1 608 543	1 554 767
	Total External Loans	**7 599 623**	**8 435 844**

Refer to Appendix A for more detail on long-term liabilities.

		2004/2005 R	2003/2004 R
3	**NON-CURRENT PROVISIONS**		
	Provision for rehabilitation of tip-site	167 403	167 403
	Post Retirement Medical Benefits	13 595 520	13 595 520
	Total Non-Current Provisions	**13 762 923**	**13 762 923**
	The movement in the provisions are reconciled as follows:		
	Balance at beginning of year	13 762 923	13 762 923
	Contributions to provisions		
	Expenditure incurred		
	Balance at end of year	**13 762 923**	**13 762 923**

The Provision for Post Retirement Medical Benefits was valued on 30 June 2004 for the next five years.

		2004/2005 R	2003/2004 R
4	**CONSUMER DEPOSITS**		
	Electricity and water	6 010 613	5 379 532
	Housing	145 732	85 132
	Total Consumer Deposits	**6 156 345**	**5 464 665**
	Guarantees held in lieu of Electricity and Water Deposits	2 020 519	2 141 549
5	**PROVISIONS**		
	Grant-in-aid - Sundry	233 476	226 800
	Grant-in-aid - Marketing	940 370	878 850
	Grant-in-aid - Animal Welfare Society	216 957	237 600
	Grant-in-aid - Property Rates	368 896	356 430
	Grant-in-aid - Assistance Property Taxation	185 975	151 200
	Cleaning Illegal Dumping	500 000	500 000
	Alien Vegetation	1 823 103	2 000 000
	Total Provisions	**4 268 778**	**4 350 880**

STELLENBOSCH MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

	2004/2005 R	2003/2004 R
The movement in current provisions are reconciled as follows:		
Balance at beginning of year	4 350 880	4 350 880
Contributions to provisions	2 373 446	
Expenditure incurred	-2 455 548	
Balance at end of year	**4 268 778**	**4 350 880**

6 CREDITORS

	2004/2005 R	2003/2004 R
Trade creditors	26 778 672	30 795 222
Payments received in advance	5 545 450	3 763 276
Sundry deposits	227 339	120 489
Other creditors	148 711	233 114
Conditional Funds		
- Desmond Claassen	68 555	68 365
- Sardien/Groenewald	311 681	317 399
- Ex Gratia Pensioenfonds (BDM)	103 387	103 387
Unutilised operating receipts		
- Masakhane (Equitable Share)	2 560 278	5 732 637
- Performance Measurement	91 149	50 600
- Plankenburg River Clean-up	9 657	109 657
- LGWSETA Training	228 940	204 620
- Pilot Site	1 496 870	2 010 404
- Cemetery Donation	2 200	2 200
- Marais Park Bequest	20 000	20 000
- Don & Pat Bilton Clinic	147 983	147 983
- Franschhoek Land Claims	1 602 830	1 512 817
- Franschhoek Belgium Development	7 100	7 100
- Dilbeeck	44 606	70 944
- Growth Management Strategy	260 000	92 300
- Western Cape Water Quality	304 517	1 321 955
- Leuven Study Grant	-128	0
- NLDTF Bergzicht Training Centre	681 141	0
Leave Gratuity - Rates Services	3 588 579	2 504 973
Leave Gratuity -Water services	213 634	148 867
Leave Gratuity -Electricity Services	252 889	207 922
Total Creditors	**44 696 041**	**49 546 229**

7 UNSPENT CONDITIONAL GRANTS AND RECEIPTS

	2004/2005 R	2003/2004 R
Conditional Grants from other spheres of Government	**1 170 520**	**4 685 792**
National Government Grants	595 764	518 813
Provincial Government Grants	563 734	3 268 972
Other Sources	11 022	898 007
Other Conditional Receipts	**7 588 358**	**9 155 678**
Developers Contribution - Sewerage	284 027	315 409
Developers Contribution - Roads	325 483	1 425 369
Developers Contribution - Electricity	1 351 080	2 387 161
Developers Contribution - Water	792 474	276 573
Developers Contribution - Open Areas	125 582	120 782
Developers Contribution - Parking	597 170	452 701
Developers Contribution - General	49 808	114 950
Developers Contribution - JA Clark	6 586	6 586
Developers Contribution - MD McGahey	16 903	16 903
Developers Contribution - J Clark	40 391	40 391
Franschhoek: Medium Cost Housing	262 000	262 000
Franschhoek: Low Cost Housing (Phase 2)	389 300	389 300
Frandevco: Development Rights	3 347 553	3 347 553
Total Conditional Grants and Receipts	**8 758 878**	**13 841 470**

	2004/2005	2003/2004
	R	R

The balances of the Unspent Conditional Grants and Receipts can be reconciled as follow:

	Balance on 01/07/2004	Income	Other Expenditure	Capital Expenditure	Balance on 30/06/2005
	R	R	R	R	R
National Government Grants	518 813	7 956 094		7 879 142	595 764
Provincial Government Grants	3 268 972	13 291 366		15 996 603	563 734
Other Sources	898 007		68 695	818 290	11 022
Dev Contr - Sewerage	315 409	508 886	1 650	538 617	284 027
Dev Contr - Roads	1 425 369	576 761	490	1 676 157	325 483
Dev Contr - Electricity	2 387 161	2 538 181	7 083	3 567 179	1 351 080
Dev Contr - Water	276 573	1 000 725	2 660	482 163	792 474
Dev Contr - Open Areas	120 782	4 800			125 582
Dev Contr - Parking	452 701	145 070	600		597 170
Dev Contr - General	114 950			65 142	49 808
Dev Contr - JA Clark	6 586				6 586
Dev Contr - MD McGahey	16 903				16 903
Dev Contr - J Clark	40 391				40 391
Franschhoek: M/Cost Housing	262 000				262 000
Franschhoek: L/Cost Housing	389 300				389 300
Frandevco: Development Rights	3 347 553				3 347 553
	13 841 470	**26 021 880**	**81 177**	**31 023 294**	**8 758 878**

The receipt and spending of Government Grants are being monitored by National and Provincial Government and reports in this regard have to be submitted to them quarterly.
See also note 21 for Grants received from National/Provincial Government.
These amounts are invested in a ring-fenced investment until utilized.

8 VAT

	2004/2005	2003/2004
VAT payable	0	0

VAT is payable on the receipts basis. Only once payment is received from debtors is VAT paid over to SARS.

9 SHORT-TERM LOANS

	2004/2005	2003/2004
Call Bonds	0	0

10 PROPERTY, PLANT AND EQUIPMENT

	Cost or Revaluation	Accumulated Depreciation	Cost Carrying Value
	R	R	R
30 June 2005			
Infrastructure	326 421 463	143 115 208	183 306 255
Community	308 771 927	200 461 063	108 310 864
Other	594 772 138	63 500 297	531 271 841
Total Property, Plant and Equipment	**1 229 965 528**	**407 076 568**	**822 888 960**
30 June 2004			
Infrastructure	301 893 470	129 752 689	172 140 782
Community	135 145 256	34 065 595	101 079 661
Other	560 547 540	54 978 590	505 568 949
Total Property, Plant and Equipment	**997 586 266**	**218 796 874**	**778 789 392**

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction.

		2004/2005 R	2003/2004 R
11	**INVESTMENT PROPERTY**		
	Cost	0	0
	Total Investment Property	**0**	**0**

		2004/2005 R	2003/2004 R
12	**INVESTMENTS**		
	Listed		
	RSA Government Stock	0	0
	Unlisted		
	Investment in Municipal Entities	0	0
	Financial Instruments		
	Fixed Deposits	15 643 483	13 787 619
	Other Deposits	443 737	447 177
	Total Cash Investments	16 087 221	14 234 796
	Total Investments	**16 087 221**	**14 234 796**

Included in the fixed deposits is an amount of R1 574 454 invested at New Republic Bank, which is currently under curatorship. Although the capital portion seems to be recoverable, the interest portion is doubtful at this stage.

		2004/2005 R	2003/2004 R
13	**LONG-TERM RECEIVABLES**		
	Land sales	586 487	647 556
	Officials: Car loans	1 568 737	3 445 692
	Officials: Erven loans	93 577	97 630
	Farmers: Water scheme	458 697	463 750
	Sport clubs	1 811 152	1 968 637
	Housing selling scheme loans	4 528 654	5 127 686
		9 047 304	11 750 951
	Less: Current portion transferred to current receivables	1 362 001	1 542 675
	Land sales	69 802	60 804
	Officials: Car loans	727 904	903 446
	Officials: Erven loans	4 300	3 904
	Farmers: Water scheme	6 080	7 469
	Sport clubs	130 503	123 156
	Housing selling scheme loans	423 411	443 896
	Total Non-Current Loans	**7 685 303**	**10 208 276**

CAR LOANS

Senior staff are entitled to car loans which attract interest at 8% per annum and which are repayable over a maximum period of 6 years. These loans are repayable in the year 2010.

HOUSING SELLING SCHEME LOANS

Housing loans are granted to qualifying individuals in terms of the provincial administration's housing programme. These loans attract interest at 7% per annum and are repayable over 10 years. These loans will be repaid by the year 2010.

		2004/2005 R	2003/2004 R
14	**INVENTORY**		
	Consumable stores	4 364 540	3 621 685
	Total Inventory	**4 364 540**	**3 621 685**

15 CONSUMER DEBTORS

	2004/2005 R	2003/2004 R
Service debtors	52 751 192	42 892 271
Rates	17 566 298	12 185 539
Electricity	10 779 175	10 122 778
Water	9 233 215	7 755 233
Sewerage	7 621 454	6 163 654
Refuse	7 551 050	6 665 067
Housing Rentals	12 008 310	8 393 500
Housing Loan instalments	5 824 981	5 882 331
Less: Provision for bad debts	32 769 421	23 848 617
Rates	9 292 858	6 922 715
Refuse	3 784 704	2 841 451
Sewerage	3 804 610	2 909 526
Water	3 831 901	2 590 776
Electricity	2 567 038	1 797 052
Housing	9 488 310	6 787 096
Total	**37 815 062**	**33 319 485**

Rates: Ageing		
Current (0 - 30 days)	4 463 762	2 481 176
31 - 60 Days	424 458	345 110
61 - 90 Days	354 372	250 583
91 - 120 Days	309 234	214 492
+ 120 Days	12 014 471	8 894 178
Total	**17 566 298**	**12 185 539**

Trading Services (Electricity and Water): Ageing		
Current (0 - 30 days)	7 604 076	8 209 349
31 - 60 Days	773 881	893 007
61 - 90 Days	552 503	587 726
91 - 120 Days	655 923	447 258
+ 120 Days	10 426 008	7 740 671
Total	**20 012 390**	**17 878 011**

Economic Services (Sewerage and Refuse): Ageing		
Current (0 - 30 days)	1 101 313	998 903
31 - 60 Days	272 438	327 863
61 - 90 Days	245 846	289 526
91 - 120 Days	227 663	273 302
+ 120 Days	12 994 359	10 939 127
Total	**14 841 618**	**12 828 721**

Housing rentals: Ageing		
Current (0 - 30 days)	284 403	263 292
31 - 60 Days	202 570	223 586
61 - 90 Days	203 235	244 293
91 - 120 Days	474 100	209 539
+ 120 Days	10 844 001	7 452 790
Total	**12 008 310**	**8 393 500**

Housing loan instalmenst: Ageing		
Current (0 - 30 days)	50 572	59 080
31 - 60 Days	44 272	56 969
61 - 90 Days	46 231	55 423
91 - 120 Days	47 042	55 431
+ 120 Days	5 636 864	5 655 428
Total	**5 824 981**	**5 882 331**

		2004/2005 R	2003/2004 R
16	**OTHER DEBTORS**		
	Sundry	5 753 226	7 778 976
	VAT Receivable	315 318	0
	Other - Closing of financial year	8 943 381	18 841 138
	Recoverable work	2 951 135	3 088 107
	Capital Debtors	18 469 997	16 518 777
	Other Debtors	2 048 781	2 007 893
	Total Other Debtors	**38 481 838**	**48 234 891**

Capital debtors represent funding that Council is awaiting from external institutions for capital expenditure incurred and claimed, but not yet received at year-end.

		2004/2005	2003/2004
17	**CALL INVESTMENT DEPOSITS**		
	Other Deposits	87 367 236	86 455 714

18 BANK, CASH AND OVERDRAFT BALANCES

The Municipality has the following bank account:

Current Account
ABSA Bank - Stellenbosch Branch
Account Number 410 188 031

	2004/2005	2003/2004
Cash book balance at beginning of year	1 205 177	4 098 834
Cash book balance at end of year	2 274 969	1 205 177
Bank statement balance at beginning of year	6 994 742	10 034 650
Bank statement balance at end of year	11 822 234	6 994 742

19 PROPERTY RATES

	2004/2005	2003/2004
Actual		
Residential	36 053 642	29 449 277
Commercial	31 243 944	24 923 412
Agricultural	5 343 903	3 503 613
	72 641 489	57 876 302
Less: Exempted properties	2 051 287	985 151
Total Assessment Rates	**70 590 202**	**56 891 151**
Valuations		
Residential	3 775 717 954	3 576 237 888
Commercial	2 455 771 489	2 228 038 675
Agricultural	3 585 494 260	3 580 407 290
Total Property Valuations	**9 816 983 703**	**9 384 683 853**

Valuations on land and buildings are performed every four years. The last valuation came into effect on 1 July 2000. Interim valuations are processed on an annual basis to take into account changes in individual property values due to alterations and subdivisions. A general rate of 0,9330 c/R (2003/2004: 0,8113 c/R) is applied to property valuations to determine assessment rates. Rebates of 15% are granted to pensioners. Rates are levied on an annual basis and can be paid in instalments or annually. The final date of payment for annual rates was 7 October 2004. Interest at prime plus 1% is levied on outstanding rates.

		2004/2005 R	2003/2004 R
20	**SERVICE CHARGES**		
	Sale of electricity	120 737 785	112 146 312
	Sale of water	34 109 170	32 177 750
	Refuse removal	14 529 980	12 447 680
	Sewerage and sanitation charges	19 499 758	18 071 120
	Total Service Charges	**188 876 693**	**174 842 862**

21 GOVERNMENT GRANTS AND SUBSIDIES

	2004/2005 R	2003/2004 R
Equitable share	7 704 408	6 228 730
Growth management strategy	92 300	37 700
Provincial health subsidies	3 491 840	2 441 779
Performance management	24 451	19 650
Pilot site	713 566	628 941
Special clean-up operations	200 000	297 527
Western Cape water quality	1 017 438	747 175
LGWSETA Training	456 840	216 964
Magazine subsidy	12 340	10 898
Proclaimed roads maintenance	80 000	385 946
National Government - Capital Projects	7 214 142	4 200 515
Provincial Government - Capital Projects	16 661 603	17 568 080
Total Government Grant and Subsidies	**37 668 929**	**32 783 905**

Equitable share
In terms of the Constitution, this grant is used to subsidise the provision of basic services to indigent community members. All registered indigents receive monthly subsidy of R134,80, which is funded from this grant.

Provincial health subsidies
The Municipality renders health services on behalf of the Provincial Government and is refunded approximately 80% of total expenditure incurred. This grant has been used exclusively to fund clinic services. The conditions of the grant have been met. There was no delay or withholding of the subsidy.

Pilot Site
The Municipality, being a pilot site for the implementation of National Treasury's Local Government Financial Reform Project, received Financial Management Grants. The largest portion of these funds is used for the implementation of GAMAP.

Western Cape Water Quality
The Municipality act as a agent for Provincial Government for their project to increase the water quality of the Western Cape. Funds for these expenses are received from Provincial Government.

LGWSETA Training
According to the Skills Development Act and the Skills Development Levies Act, an organisation can claim back some of the levies paid to be used on training of its employees.

National and Provincial Government - Capital Projects
Both National and Provincial Government fund a large portion of the Municipality's annual capital expenditure. The main funds receive for these purposes are from the National Housing Board, MIG and DME.

See Appendix F for a reconciliation of grants received and expended.

22 OTHER INCOME

Included in other income are the following:

	2004/2005 R	2003/2004 R
Wood sales	2 608 363	2 302 089
Building plan fees	2 251 042	1 879 935
Contributions from reserves & operational grants	14 263 134	16 764 249
Sundry	7 543 161	13 293 965
Total Other Income	**26 665 700**	**34 240 238**

23 EMPLOYMENT RELATED COSTS

	2004/2005 R	2003/2004 R
Salaries and allowances	74 114 271	80 386 744
Social contributions	17 674 366	17 136 854
Travel, motor car and other allowances	2 339 729	2 239 638
Housing benefits and allowances	1 515 722	2 115 353
Overtime payments	5 646 368	5 089 747
Performance bonus/ Long-service awards	1 355 993	1 378 204
Leave bonus	5 353 353	5 664 386
Total Employee Related Costs	**107 999 801**	**114 010 925**
Remuneration of the Municipal Manager		
Annual Remuneration	383 111	413 866
Performance Bonus	0	100 735
Car Allowance	50 325	36 266
Total	**433 436**	**550 867**
Remuneration of the Deputy Municipal Manager (2 months)		
Annual Remuneration	80 381	0
Performance Bonus	0	0
Car Allowance	15 619	0
Total	**96 000**	**0**
Remuneration of Executive Director Economic Development Services		
Annual Remuneration	191 238	307 138
Performance Bonus	32 163	61 753
Car Allowance	55 696	120 238
Total	**279 097**	**489 129**
Remuneration of the Chief Financial Officer		
Annual Remuneration	390 860	418 887
Performance Bonus	35 493	68 921
Car Allowance	42 728	54 000
Total	**469 081**	**541 808**
Remuneration of the Director Electrical Engineering Services		
Annual Remuneration	238 048	373 414
Performance Bonus	32 695	64 121
Car Allowance	28 762	65 365
Total	**299 505**	**502 900**
Remuneration of the Director Engineering and Technical Services		
Annual Remuneration	287 551	311 934
Performance Bonus	72 257	64 231
Car Allowance	182 662	129 632
Total	**542 470**	**505 797**
Remuneration of the Director Strategic Services		
Annual Remuneration	479 235	399 331
Performance Bonus	33 214	63 007
Car Allowance	35 662	40 527
Total	**548 111**	**502 865**
Remuneration of the Director Community Services		
Annual Remuneration	332 726	310 007
Performance Bonus	31 522	61 546
Car Allowance	106 477	110 257
Total	**470 725**	**481 810**
Remuneration of the Director Corporate Services		
Annual Remuneration	342 297	309 450
Performance Bonus	29 914	58 157
Car Allowance	88 869	89 410
Total	**461 080**	**457 017**

	2004/2005 R	2003/2004 R
Remuneration of the Director Public Safety Services		
Annual Remuneration	331 935	308 895
Performance Bonus	29 154	56 516
Car Allowance	75 617	79 790
Total	**436 706**	**445 201**

The abovementioned disclosures reflect senior management remuneration during the period of transformation from an executive team of 9 to 6 members.

24 REMUNERATION OF COUNCILLORS

	2004/2005	2003/2004
Executive Mayor	222 977	160 071
Deputy Executive Mayor	177 662	128 057
Speaker	176 462	128 057
Mayoral Committee Members	992 601	720 316
Councillors	1 295 542	932 628
Medical aid contributions	98 538	84 496
Pension contributions	602 857	229 821
Travelling expenses	715 361	517 232
Housing allowance	329 907	307 080
Telephone allowance	325 707	120 338
Office accommodation	75 383	70 889
Total Councillors' Remuneration	**5 012 997**	**3 398 985**

In-kind Benefits
The Executive Mayor, Deputy Mayor, Speaker and Mayoral Committee Members are full-time. Each is provided with an office and secretarial support at the cost of the Council. The Executive Mayor has use of a Council owned vehicle for official duties. Councillors may utilize official Council transportation when engaged in official duties.

Councillor allowances increased as a result of the upper limit determination changing from a grade 3 to a grade 4 municipality by the Minister of Local Government.

25 INTEREST PAID

	2004/2005	2003/2004
Long-term liabilities	1 151 834	1 339 565
Total Interest on External Borrowings	**1 151 834**	**1 339 565**

26 BULK PURCHASES

	2004/2005	2003/2004
Electricity	59 460 212	56 481 112
Water	4 214 860	4 003 221
Total Bulk Purchases	**63 675 072**	**60 484 333**

27 GRANTS AND SUBSIDIES PAID

	2004/2005	2003/2004
Sundry Grants	242 676	205 750
Grant to Tourism Associations	940 370	798 000
Grant to SPCA	254 232	220 000
Grant iro Rates Exemptions	388 509	326 985
Grant to Festivals	105 000	91 966
Grant to Policing	0	470 000
Grant iro Rentals	161 784	133 781
Total Grants and Subsidies	**2 092 571**	**2 246 482**

Sundry grants are grants paid to several deserving institutions that deliver services to the community.
Grants to Tourism Associations are for all these associations in the whole municipal area to help them with the marketing of the area as a tourist destination.
Grants to SPCA are made to help them in the care of neglected animals.
Grants iro Rate Exemptions and Rentals are given to people who quality for discounts on their annual rates and rental in terms of Council's approved policy hereon.
Grants to Festivals are Council's contribution to all festivals that are held in the municipal area and that helps with the marketing thereof.

		2004/2005 R	2003/2004 R
28	**GENERAL EXPENSES**		
	Included in general expenses are the following:		
	Disaster incidents/Relief aid	1 315 204	0

Disaster incidents/relief aid costs resulted from a major fire during December 2004 that destroyed more than 300 shacks in Kayamandi. The Municipality had to provide temporary shelter and food aid to the affected residents as they were left with nothing. The Minister of Local Government declared it as a disaster and Provincial Government is prepared to refund the Municipality partially for expenditure being incurred.

		2004/2005 R	2003/2004 R
29	**CASH GENERATED BY OPERATIONS**		
	Net surplus for the year	51 798 587	39 552 423
	Adjustment for:		
	Previous year's operating transactions	-453 969	6 657 367
	Contribution from unappropriated surplus		-10 000 000
	Depreciation	27 304 194	24 633 261
	Appropriations charged against income:		
	Insurance reserve	512 025	76 589
	Housing schemes	-1 823 244	-797 566
	Contribution to Loan Redemption Fund	41 148	38 435
	Investment income	-9 192 141	-11 240 103
	Interest paid	1 151 834	1 339 565
	Non-operating income		
	Housing Development Fund	0	0
	Reserves	23 491	20 759
	Non-operating expenditure		
	Housing Development Fund	-521 377	-767 074
	Reserves	1 240 625	-6 880 544
	Operating surplus before working capital changes	**70 081 174**	**42 633 112**
	(Increase)/Decrease in inventories	-742 854	-1 017 398
	(Increase)/Decrease in debtors	-4 495 577	-6 241 915
	(Increase)/Decrease in other debtors	9 753 053	-7 640 040
	Increase/(Decrease) in provisions	-82 102	0
	Increase/(Decrease) in conditional grants and receipts	-5 082 591	-2 248 594
	Increase/(Decrease) in creditors	-4 850 188	6 206 897
	Cash generated by operations	**64 580 914**	**31 692 062**
30	**CASH AND CASH EQUIVALENTS**		
	Balance at the end of the year	2 293 534	1 211 887
	Balance at the beginning of the year	1 211 887	4 105 544
	Net increase/(decrease) in cash and cash equivalents	**1 081 646**	**-2 893 657**
31	**UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION**		
	Long-term liabilities (see Note 2)	841 852	67 000
	Used to finance property, plant and equipment - at cost		
	Sub-total	841 852	67 000
	Cash set aside for the repayment of long-term liabilities	-1 611 596	-6 313 888
	Cash invested for repayment of long-term liabilities	**-769 744**	**-6 246 888**

External loans have been utilized in accordance with the Municipal Finance Management Act. Sufficient cash has been set aside to ensure that external loans can be repaid on redemption date.

32 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

No unauthorised, irregular, fruitless and wasteful expenditure occurred during the year.

33 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

	2004/2005 R	2003/2004 R
Contributions to SALGA		
Opening balance	0	0
Council subscriptions	62 310	71 249
Amount paid - current year	-62 310	-71 249
Amount paid - previous years		
Balance unpaid (included in creditors)	**0**	**0**
Audit fees		
Opening balance	0	0
Current year audit fee	438 316	471 764
Amount paid - current year	-438 316	-471 764
Amount paid - previous years	0	0
Balance unpaid (included in creditors)	**0**	**0**

VAT

VAT inputs receivables and VAT outputs receivables are shown in note 8.
All VAT returns have been submitted by the due date throughout the year.

	2004/2005 R	2003/2004 R
PAYE and UIF		
Opening balance	-1 079 016	-4 338
Current year payroll deductions	-16 158 286	-16 316 250
Amount paid - current year	17 237 302	15 237 234
Amount paid - previous years		4 338
Balance unpaid (included in creditors)	**0**	**-1 079 016**
Pension and Medical Aid Deductions		
Opening balance	0	-116 405
Current year payroll deductions and Council contributions	-26 062 261	-26 160 094
Amount paid - current year	26 062 261	25 901 096
Amount paid - previous years		375 403
Balance unpaid (included in creditors)	**0**	**0**

Councillor's arrear consumer accounts

The following Councillors had arrear accounts outstanding for more than 90 days as at:

30 June 2005	Total	Outstanding less than 90 days	Outstanding more than 90 days
Councillor Adonis GW	62	62	0
Councillor Fortuin AC	1 169	71	1 098
Councillor Kalazana MW	496	355	140
Councillor Pheiffer HG	128	128	0
Councillor Qoba LN	2 446	587	1 858
Total Councillor Arrear Consumer Accounts	**4 301**	**1 204**	**3 097**

30 June 2004	Total	Outstanding less than 90 days	Outstanding more than 90 days
Councillor Adonis GW	1 512	119	1 393
Councillor Fortuin AC	4 055	1 004	3 051
Councillor Kalazana MW	537	337	200
Councillor Ncgofe MMM	578	176	402
Councillor Qoba LN	571	323	248
Total Councillor Arrear Consumer Accounts	**7 253**	**1 959**	**5 295**

	2004/2005 R	2003/2004 R

During the year the following Councillors had arrear accounts outstanding for more than 90 days.

30 June 2005	Highest amount outstanding	Ageing
Councillor Adonis GW	0	> 90 Days
Councillor Fortuin AC	1 098	> 90 Days
Councillor Kalazana MW	140	> 90 Days
Councillor Pheiffer HG	0	> 90 Days
Councillor Qoba LN	1 858	> 90 Days

30 June 2004	Highest amount outstanding	Ageing
Councillor Adonis GW	1 393	> 90 Days
Councillor Fortuin AC	3 051	> 90 Days
Councillor Kalazana MW	200	> 90 Days
Councillor Ncgofe MMM	402	> 90 Days
Councillor Qoba LN	248	> 90 Days

All the above Councillors have arrangements in place for the settlement of these outstanding amounts.

34 CAPITAL EXPENDITURE

	2004/2005 R	2003/2004 R
Infrastructure	24 527 992	30 008 696
Community	12 651 171	9 250 270
Other	34 224 599	21 117 142
Total	**71 403 762**	**60 376 108**

This expenditure was financed from:

	2004/2005 R	2003/2004 R
External Loans	841 852	67 000
Asset Finance Reserve	39 538 616	35 128 319
National Government Grants	7 879 142	3 681 702
Provincial Government Grants	15 996 603	14 299 108
Other Sources	7 147 549	7 199 979
	71 403 762	**60 376 108**

35 CONTINGENT LIABILITIES

The Municipality has no contingent liabilities as at year-end.

36 IN-KIND DONATIONS AND ASSISTANCE

The Municipality did not receive any in-kind donations and assistance.

37 TRANSACTIONS IRO PREVIOUS YEARS

Transactions in respect of previous years that were recorderd against Accumulated Surplus were the following:

	2004/2005 R	2003/2004 R
VAT investigation and corrections	819 736	-3 499 960
Water and sewerage take-over from CWDM	0	-3 287 570
Outdated cheques written back	-71 416	-103 678
Expenditure iro previous year	297 227	430 171
Corrections on debtors system	-190 059	-196 330
Sundry levies	-172 622	0
Interest on investments	-97 050	0
Correction leave provision	-131 847	0
	453 969	**-6 657 367**

APPENDIX A

STELLENBOSCH MUNICIPALITY:

SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2005

	Loan Number	Redeemable	Balance at 30/06/2004 R	Received during the period R	Redeemed/ written off during period R	Balance at 30/06/2005 R	Carrying value of PPE R	Other costs in accordance with GAMAP R
LONG-TERM LOANS								
Stock Loan @ 16.667%	53	2003-12-31	15 000		15 000			
Stock Loan @ 16.667%	59	2004-12-31	6 300		6 300			
Stock Loan @ 16.667%	60	2004-12-31	11 667		11 667			
Stock Loan @ 16.00%	61	2005-06-30	4 000		4 000			
Stock Loan @ 16.00%	62	2005-12-31	15 000			15 000		
Stock Loan @ 16.00%	63	2006-06-30	19 667			19 667		
Stock Loan @ 15.391%	64	2007-12-31	1 333			1 333		
Stock Loan @ 16.667%	65	2005-09-30	4 560			4 560		
Stock Loan @ 15.383%	66	2006-10-31	4 725			4 725		
Stock Loan @ 13.333%	67	2008-11-30	1 184			1 184		
Stock Loan @ 15.00%	68	2007-05-31	20 000			20 000		
Stock Loan @ 15.00%	69	2007-08-31	10 000			10 000		
Stock Loan @ 15.00%	70	2007-08-31	467			467		
Stock Loan @ 15.00%	71	2007-09-30	20 000			20 000		
Stock Loan @ 14.285%	72	2008-11-30	13 334			13 334		
Stock Loan @ 15.00%	73	2008-08-31	10 000			10 000		
Stock Loan @ 15.564%	75	2007-06-30	45 334			45 334		
Stock Loan @ 15.385%	76	2008-06-30	63 333			63 333		
Stock Loan @ 16.665%	77	2008-12-31	8 334			8 334		
Stock Loan @ 15.385%	78	2010-06-30	5 000			5 000		
Stock Loan @ 16.667%	79	2009/11/30	16 667			16 667		
Stock Loan @ 16.667%	80	2009/12/31	9 000			9 000		
Stock Loan @ 16.667%	81	2010/11/30	50 000			50 000		
Stock Loan @ 16.667%	82	2011/11/30	200 000			200 000		
Stock Loan @ 16.667%	83		300 000			300 000		
Stock Loan @ 16.667%	84		67 000			67 000		
Total long-term loans			**921 905**		**36 967**	**884 938**		
ANNUITY LOANS								
DBSA			8 874 998	841 852	1 400 885	8 315 965	10 103 271	
ABSA			211 394		169 464	41 930	416 733	
Unibank			4 280		4 280			
Total annuity loans			**9 090 673**	**841 852**	**1 574 629**	**8 357 895**	**10 520 004**	
TOTAL EXTERNAL LOANS			**10 012 578**	**841 852**	**1 611 596**	**9 242 833**	**10 520 004**	

APPENDIX B

STELLENBOSCH MUNICIPALITY: ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
Infrastructure										
Access control	810 830				810 830	517 815	119 087		636 902	173 928
Bridges, subways	69 999				69 999	6	2 333		2 340	67 660
Bus terminals	20 000				20 000	9 504	1 000		10 504	9 496
Buildings	45 817				45 817	4	1 527		1 531	44 286
Car parks	766 541				766 541	216 677	38 327		255 004	511 537
Fencing	976 112	176 463			1 152 575	561 182	185 319		746 501	406 074
Footways	268 983	274 834			543 817	37	13 487		13 524	530 293
Mains electrical	2 854 764				2 854 764	1 027 384	142 738		1 170 122	1 684 642
Mains water	647 181				647 181	327 165	27 109		354 274	292 907
Meters electrical	2 953 727				2 953 727	802 457	147 686		950 143	2 003 584
Meters water	3 468 514				3 468 514	1 222 046	231 124		1 453 170	2 015 344
Motorways	13 405 977				13 405 977	4 663 413	893 732		5 557 144	7 848 833
Outfall sewers	2 094 281				2 094 281	287	104 714		105 001	1 989 280
Paving	348 337				348 337	85 308	17 417		102 725	245 612
Power stations	25 142 092	3 862 178			29 004 269	6 055 064	838 422		6 893 486	22 110 783
Pump stations	2 020 558	99 069			2 119 626	286 802	101 041		387 843	1 731 783
Purification worrks	7 767 409	768 495			8 535 904	4 200 621	388 476		4 589 096	3 946 808
Rights	27 652				27 652	1 386	1 383		2 769	24 883
Other roads	44 808 507	6 540 607			51 349 114	27 972 438	2 082 971		30 055 410	21 293 705
Runways	14 562				14 562	10 203	728		10 931	3 631
Security system	332 984	1 017 261			1 350 245	58 530	61 144		119 674	1 230 571
Sewers	45 246 000	1 024 824			46 270 823	20 822 362	1 848 956		22 671 318	23 599 506
Sludge machines	804 733				804 733	105 419	53 649		159 068	645 665
Sewerage pumps	152 302	149 090			301 392	23 392	10 181		33 573	267 819
Street lighting	357 660	3 420 834			3 778 494	39	14 681		14 721	3 763 774
Supply/reticulation	55 232 125	2 736 029			57 968 154	14 581 464	2 761 981		17 343 445	40 624 709
Supply/reticulation	77 395 245	1 599 279			78 994 524	43 094 506	2 596 508		45 691 013	33 303 510
Stormwater drains	1 655 907	1 045 164			2 701 071	212 598	82 938		295 537	2 405 534
Switchgear equipment	0	303 870			303 870	0	42		42	303 829
Reservoirs & tanks	8 940 996	199 287			9 140 283	2 279 514	447 077		2 726 591	6 413 692
Taxiways	0	364 589			364 589	0	50		50	364 539
Transformer kiosks	1 000 000				1 000 000	100 091	33 333		133 425	866 575

APPENDIX B

STELLENBOSCH MUNICIPALITY: ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
Traffic islands	30 000	417 552			447 552	28 512	1 602		30 114	417 437
Traffic lights	1 394 685	493 825			1 888 510	436 055	69 802		505 857	1 382 654
Street names	838 990	34 744			873 733	50 407	41 954		92 361	781 372
	301 893 470	**24 527 992**	**0**	**0**	**326 421 463**	**129 752 689**	**13 362 519**	**0**	**143 115 208**	**183 306 255**
Community Assets										
Care centres	122 298				122 298	4 088	4 077		8 164	114 133
Cemeteries	1 001 419	51 871			1 053 290	239 637	33 385		273 022	780 268
Community centres	3 886 525	154 678			4 041 203	120 201	129 565		249 766	3 791 437
Fire stations	254 042				254 042	27 453	8 468		35 921	218 121
Floodlighting	77 283				77 283	48 816	3 864		52 681	24 602
Clinics/hospitals	2 702 976	177 611			2 880 587	477 122	90 115		567 238	2 313 349
Informal housing	42 960 500	458 588			43 419 087	6 521 900	2 148 088		8 669 988	34 749 099
Indoor sports	0	382 500			382 500	0	35		35	382 465
Lakes and dams	144 548				144 548	33 888	7 227		41 115	103 433
Libraries	129 478	29 565			159 043	34 164	4 319		38 483	120 560
Municipal buildings	61 399 200	3 354 445	160 975 500		225 729 145	20 881 316	163 022 446		183 903 761	41 825 383
Muncipal houses	2 413 960	198 742			2 612 702	987 558	120 725		1 108 283	1 504 419
Netball courts	187 402				187 402	17 541	7 026		24 567	162 835
Outdoor sports	8 653 888	4 856 808			13 510 697	2 159 927	436 201		2 596 128	10 914 568
Parks	6 574 210	1 244 223			7 818 433	1 686 537	219 254		1 905 791	5 912 642
Public conveniences	3 746 857	1 090 122			4 836 978	769 201	124 995		894 195	3 942 783
Recreation centres	535 395	467 700			1 003 094	49	17 889		17 938	985 156
Swimming pools	238 811				238 811	49 457	11 941		61 397	177 413
Tennis courts	116 465	184 320			300 784	6 741	5 848		12 589	288 195
	135 145 256	**12 651 171**	**160 975 500**	**0**	**308 771 927**	**34 065 595**	**166 395 468**	**0**	**200 461 063**	**108 310 864**
Other Assets										
Air conditioner	90 573	19 866			110 439	32 824	12 971		45 795	64 645
Bulk containers	160 726				160 726	102 829	16 073		118 902	41 824
Cabinets/cupboards	238 377				238 377	81 707	30 553		112 260	126 117
Canopy	3 365				3 365	3 365	0		3 365	0
Chairs	253 392	3 064			256 456	86 360	28 235		114 595	141 861

APPENDIX B

STELLENBOSCH MUNICIPALITY: ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
Cleaner - steam	16 698				16 698	13 377	3 321		16 698	0
Computer hardware	9 279 346	495 804			9 775 150	6 182 110	934 790		7 116 900	2 658 250
Compactor	142 158	17 500			159 658	106 252	17 987		124 239	35 419
Compactor	29 893	12 696			42 589	29 893	7		29 900	12 689
Compter software	2 678 591	575 262			3 253 853	924 867	695 292		1 620 159	1 633 694
Control system	739 260	15 350			754 609	152 614	147 860		300 475	454 135
Conveyors	25 343				25 343	9 363	1 690		11 052	14 290
Equipment/apparatus	299 374	4 497			303 871	247 876	19 545		267 421	36 450
Electrical equipment	53 679	797 151			850 831	26 153	6 546		32 699	818 131
Laboratory equipment	35 766				35 766	27 527	4 241		31 768	3 998
Milling equipment	74 913				74 913	39 981	4 994		44 975	29 938
Radio equipment	905 864	917 076			1 822 940	133 988	162 995		296 983	1 525 957
Telecommunication	2 949 032	52 258			3 001 290	1 047 151	438 340		1 485 491	1 515 799
Feeders	50 987				50 987	8 646	3 399		12 045	38 942
Fire equipment	878 963	31 893			910 856	473 901	39 245		513 147	397 709
Generator	209 724	55 696			265 420	172 809	7 418		180 226	85 194
General plant	2 770 248				2 770 248	1 773 810	306 935		2 080 744	689 504
Household refuse	15 258				15 258	11 018	2 083		13 101	2 157
Housing schemes	10 614 358	21 352 606			31 966 964	969	355 762		356 732	31 610 232
Hoist - refuse	88 901				88 901	66 800	5 529		72 329	16 572
Irrigation systems	17 209				17 209	3 302	1 147		4 450	12 759
Emergency light	48 535				48 535	30 285	7 542		37 826	10 709
Loader - front-end	532 056				532 056	518 202	3 466		521 668	10 388
Miscellaneous furniture	1 702 937	944 625			2 647 562	786 208	138 676		924 884	1 722 678
Mixer - concrete	26 220				26 220	26 220	0		26 220	0
Office building	821 098				821 098	45 634	27 370		73 004	748 093
Office machines	2 594 425	745 370			3 339 795	1 083 939	762 543		1 846 482	1 493 313
Other land	191 903 628				191 903 628	0	0		0	191 903 628
Pulverising milling	329 727				329 727	246 708	21 982		268 690	61 037
Pumps	777 499	28 416			805 915	387 657	98 832		486 489	319 426
Roller - pavements	28 744	88 909			117 652	28 744	49		28 793	88 860
Tables/desks	205 241				205 241	81 974	23 805		105 779	99 462
Tippers	817 911				817 911	374 999	54 527		429 527	388 384

APPENDIX B

STELLENBOSCH MUNICIPALITY: ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
Tip sites	445 045				445 045	41	14 835		14 875	430 170
Tools	662 223	71 299			733 522	573 516	40 474		613 991	119 531
Town planning	30 584 372	2 836 576			33 420 947	23 700 138	2 191 047		25 891 185	7 529 763
Trailers	105 832	18 267			124 099	97 654	4 673		102 327	21 772
Vacant land	274 633 464	683 104			275 316 568	0	0		0	275 316 568
Vehicles	3 488 195	2 340 391			5 828 585	1 955 520	454 595		2 410 116	3 418 470
Buses	360 101				360 101	96 000	24 007		120 007	240 094
Compressors	15 445				15 445	15 445	0		15 445	0
Compactor truck	1 757 634				1 757 634	1 232 416	178 937		1 411 354	346 281
Motor cycles	80 756				80 756	80 756	0		80 756	0
Fire engines	425 732	1 500 000			1 925 732	313 191	16 308		329 499	1 596 233
Farm equipment	175 630				175 630	99 273	29 230		128 503	47 127
Graders	130 000				130 000	104 071	13 000		117 071	12 929
Lawnmowers	644 043	238 002			882 045	542 974	59 651		602 625	279 420
Vehicle monitor	121 863	191 565			313 428	67	24 478		24 544	288 884
Roller - mechanic	91 200				91 200	50	18 240		18 290	72 910
Pound vehicles	12 826				12 826	12 826	0		12 826	0
Road maintenance	145 702	161 061			306 764	132 029	10 376		142 405	164 359
Street sweeper	782 008				782 008	782 008	0		782 008	0
Trucks/bakkies	12 932 777	26 295			12 959 072	9 565 138	1 007 705		10 572 843	2 386 229
Tractors	509 893				509 893	290 102	47 309		337 411	172 482
Workshop/Depots	32 781				32 781	15 313	1 093		16 405	16 376
	560 547 540	**34 224 599**	**0**	**0**	**594 772 138**	**54 978 590**	**8 521 707**	**0**	**63 500 297**	**531 271 841**
Total	**997 586 266**	**71 403 762**	**160 975 500**	**0**	**1 229 965 528**	**218 796 874**	**188 279 694**	**0**	**407 076 568**	**822 888 960**

APPENDIX C

STELLENBOSCH MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
PLANNING AND ECONOMIC DEVELOPMENT										
Planning and Development	1 104 441	2 957 366			4 061 807	334 291	101 532		435 823	3 625 984
Building Control	49 157	56 097			105 254	24 565	9 862		34 427	70 827
Town Planning	10 711 284	16 027			10 727 311	5 324 861	808 417		6 133 278	4 594 032
Town Development	85 901 624	346 444			86 248 068	26 934 421	4 141 291		31 075 712	55 172 355
	97 766 506	**3 375 934**		**0**	**101 142 439**	**32 618 139**	**5 061 102**	**0**	**37 679 241**	**63 463 198**
ELECTRICAL ENGINEERING SERVICES										
Electrical Engineering Services	81 943 243	11 266 445			93 209 688	20 722 868	3 793 118		24 515 986	68 693 702
	81 943 243	**11 266 445**		**0**	**93 209 688**	**20 722 868**	**3 793 118**	**0**	**24 515 986**	**68 693 702**
FINANCIAL SERVICES										
Financial Services General	9 169 296	294 465			9 463 761	6 259 725	962 747		7 222 473	2 241 288
IT Section	0	317 466			317 466	0	129		129	317 337
Stores	118 072	807 115			925 187	58 329	6 336		64 665	860 521
	9 287 368	**1 419 046**		**0**	**10 706 414**	**6 318 054**	**969 213**	**0**	**7 287 267**	**3 419 147**
COMMUNITY SERVICES GENERAL										
Director Community Services	0	199 011			199 011	0	109		109	198 902
Rhenish Complex	166 105				166 105	26 516	5 537		32 053	134 052
Voorgelegen	377 468				377 468	167 991	12 582		180 573	196 895
	543 573	**199 011**		**0**	**742 584**	**194 507**	**18 228**	**0**	**212 735**	**529 849**
COMMUNITY SERVICES HOUSING										
Flats	1 741 990				1 741 990	282 385	57 945		340 330	1 401 660
Economic Schemes	33 888				33 888	4 888	1 130		6 018	27 871
Housing General	4 716 075	22 461 787			27 177 862	2 062 410	223 927		2 286 337	24 891 525
Rented Buildings	9 824 844	602 699			10 427 542	3 324 210	372 842		3 697 052	6 730 490
	16 316 797	**23 064 486**		**0**	**39 381 283**	**5 673 893**	**655 844**	**0**	**6 329 737**	**33 051 546**
COMMUNITY SERVICES LIBRARIES										
Plein Street Library	734 029				734 029	234 605	23 738		258 343	475 687
Idas Valley Library	359 471	29 565			389 035	47 695	77 451		125 146	263 889
Cloetesville Library	223 153				223 153	82 358	9 237		91 596	131 558
Kayamandi Library	27 318				27 318	6 413	2 400		8 813	18 504
Pniel Library	77 474	6 800			84 274	33 607	2 583		36 190	48 084
Franschhoek Library	306 071				306 071	101 780	24 287		126 067	180 004
	1 727 516	**36 365**		**0**	**1 763 880**	**506 459**	**139 695**	**0**	**646 155**	**1 117 726**
COMMUNITY SERVICES HEALTH										
Health General	486 859				486 859	331 052	40 652		371 704	115 155
Aan-het-pad Clinic	97 124	101 591			198 715	30 917	8 975		39 892	158 823
Poli Clinic	184 054	113 450			297 504	102 275	5 493		107 769	189 735

APPENDIX C

STELLENBOSCH MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
Kayamandi Clinic	272 148	199 085			471 234	99 872	12 653		112 526	358 708
Victoria Street Clinic	486 938	117 172			604 110	182 079	23 674		205 754	398 357
Kylemore Clinic	594 045				594 045	115 926	19 801		135 727	458 318
Klapmuts Clinic	943 782				943 782	77 190	35 449		112 638	831 144
Don & Pat Bilton Clinic	799 136	13 750			812 885	180 320	32 370		212 690	600 195
Groendal Clinic	46 782	49 878			96 660	4	1 564		1 568	95 091
Stellenbosch Cemetery	1 600 993	128 615			1 729 608	498 481	74 786		573 267	1 156 341
Pniel Cemetery	0	25 936			25 936	0	2		2	25 933
Franschhoek Cemetery	125 149	58 284			183 433	14 043	4 724		18 768	164 665
	5 637 011	**807 761**		**0**	**6 444 772**	**1 632 159**	**260 146**	**0**	**1 892 305**	**4 552 467**
COMMUNITY SERVICES PARKS										
Environment & Recreation	203 147	176 232			379 378	61 410	36 419		97 830	281 548
Workshop	706 935	18 267			725 203	368 348	51 474		419 822	305 380
Parks Stellenbosch	10 843 222	689 693			11 532 915	3 670 480	416 362		4 086 842	7 446 073
Parks Franschhoek	1 804 803	19 152			1 823 955	700 405	131 887		832 292	991 664
Street Trees	166 502				166 502	158 367	2 714		161 081	5 421
Street Beautification	1 092 279	235 044			1 327 324	261 683	50 213		311 896	1 015 427
Nursery	618 430				618 430	126 968	19 444		146 412	472 018
Commonage & Plantations	424 701				424 701	197 919	29 010		226 929	197 772
Jonkershoek Picnic Site	60 030				60 030	27 812	2 001		29 813	30 217
Van der Stel Sport	1 076 168	437 641			1 513 809	392 111	106 323		498 434	1 015 374
Idas Valley Sport	416 505	193 909			610 415	238 669	15 662		254 332	356 083
Cloetesville Sport	487 595	9 980			497 575	211 323	45 352		256 675	240 900
Swimming Pool Cloetesville	375 689				375 689	146 873	14 497		161 370	214 319
Kayamandi Sport	1 930 089	4 144 528			6 074 617	178 751	96 232		274 983	5 799 634
Kylemore Sport	1 065 922	48 043			1 113 965	125 498	57 991		183 488	930 477
Klapmuts Sport	1 304 522				1 304 522	190 516	94 107		284 623	1 019 899
Jamestown Sport	1 355 488	548 728			1 904 216	336 040	97 261		433 301	1 470 915
Pniel Sport	3 699 399				3 699 399	1 470 568	213 588		1 684 156	2 015 243
Groendal Sport	114 126				114 126	18 764	14 139		32 903	81 223
Raithby Sport	453 073	776 241			1 229 314	59 949	74 406		134 355	1 094 959
	28 198 627	**7 297 458**		**0**	**35 496 085**	**8 942 455**	**1 569 083**	**0**	**10 511 538**	**24 984 547**

APPENDIX C
STELLENBOSCH MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
ENGINEERING SERVICES GENERAL										
Municipal Buildings	466 299 976	782 855	159 380 500		626 463 331	2 587 913	161 261 812		163 849 725	462 613 606
Engineering Services General	288 404	1 535 530			1 823 934	229 002	19 080		248 082	1 575 851
Workshop	76 878				76 878	60 671	5 819		66 490	10 388
	466 665 258	**2 318 385**	**159 380 500**	**0**	**628 364 143**	**2 877 586**	**161 286 711**	**0**	**164 164 297**	**464 199 845**
ENGINEERING SERVICES REFUSE										
Market	1 291 838				1 291 838	166 860	11 744		178 604	1 113 234
Refuse Removal	7 152 753	69 199			7 221 952	4 215 332	485 905		4 701 237	2 520 714
Dumping Site	2 375 371				2 375 371	869 827	151 360		1 021 186	1 354 184
	10 819 963	**69 199**		**0**	**10 889 161**	**5 252 019**	**649 009**	**0**	**5 901 028**	**4 988 133**
ENGINEERING SERVICES SEWERAGE										
Public Facilities	1 920 305	845 436			2 765 741	199 953	63 288		263 241	2 502 500
Sewerage Purification Stellenbosch	25 381 074	1 610 470			26 991 544	10 176 517	1 310 144		11 486 661	15 504 884
Sewerage Network	34 508 618	393 776			34 902 394	17 972 624	1 343 540		19 316 165	15 586 229
Composting	1 647 272				1 647 272	648 811	93 888		742 699	904 574
Sewerage Purification Franschhoek	873 343				873 343	215 075	44 280		259 356	613 988
	64 330 612	**2 849 681**		**0**	**67 180 294**	**29 212 981**	**2 855 140**	**0**	**32 068 121**	**35 112 173**
ENGINEERING SERVICES STREETS										
Roads	56 618 110	8 010 787			64 628 897	33 601 636	2 707 928		36 309 564	28 319 333
Sidewalks	960 710	274 834			1 235 544	94 998	62 758		157 756	1 077 788
Stormwater	8 428 284	1 045 164			9 473 448	1 338 933	541 149		1 880 082	7 593 366
	66 007 105	**9 330 785**		**0**	**75 337 890**	**35 035 567**	**3 311 836**	**0**	**38 347 403**	**36 990 488**
ENGINEERING SERVICES WATER										
Water Network	88 496 625	1 365 764			89 862 389	49 103 713	3 455 932		52 559 645	37 302 744
Reservoirs & Supply Lines	10 777 344	934 099			11 711 443	2 653 226	552 226		3 205 452	8 505 992
Purification Idas Valley	2 725 387	76 867			2 802 254	426 820	128 520		555 340	2 246 914
Purification Paradyskloof	244 107	178 575			422 682	60 761	20 018		80 779	341 904
Purification Franschhoek	88 074	35 647			123 721	20	7 193		7 213	116 508
	102 331 538	**2 590 952**		**0**	**104 922 490**	**52 244 539**	**4 163 889**	**0**	**56 408 428**	**48 514 062**
CORPORATE SERVICES										
Personnel Services	23 924	62 020			85 944	22	7 999		8 021	77 923
Corporate Services General	1 036 006	792 966			1 828 972	21 488	317 968		339 456	1 489 516
Printing Section	167 402				167 402	163 846	3 556		167 402	0
Council General Expenses	15 378 812		1 595 000		16 973 812	6 916 656	1 134 593		8 051 249	8 922 563
Administration Stellenbosch	7 049 850	860 308			7 910 157	1 710 922	889 341		2 600 263	5 309 894
Administration Franschhoek	4 288 586				4 288 586	1 684 886	146 447		1 831 333	2 457 252
	27 944 579	**1 715 294**	**1 595 000**	**0**	**31 254 873**	**10 497 820**	**2 499 904**	**0**	**12 997 724**	**18 257 149**

APPENDIX C

STELLENBOSCH MUNICIPALITY: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2005

	Cost					Accumulated Depreciation				
	Opening Balance R	Additions (Purchases) R	Additions (Revaluation) R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Carrying Value R
MUNICIPAL MANAGER										
Municipal Manager	741 497	127 708			869 205	741 497	70		741 567	127 638
	741 497	**127 708**		**0**	**869 205**	**741 497**	**70**	**0**	**741 567**	**127 638**
PUBLIC SAFETY FIRE SERVICES										
Fire Services	4 014 717	1 655 613			5 670 330	2 380 438	182 609		2 563 047	3 107 283
	4 014 717	**1 655 613**		**0**	**5 670 330**	**2 380 438**	**182 609**	**0**	**2 563 047**	**3 107 283**
PUBLIC SAFETY SHARED SERVICES										
Shared Services	98 831				98 831	80 173	3 903		84 076	14 755
Security	2 030 868	1 800 958			3 831 826	441 964	299 722		741 686	3 090 140
Occupational Safety	0	52 258			52 258	0	29		29	52 229
Town Hall Plein Street	1 015 581				1 015 581	381 878	83 181		465 058	550 523
Eikestad Hall	367 914	467 700			835 614	215 831	11 623		227 454	608 160
Community Centre Kayamandi	2 079	300 000			302 079	555	97		651	301 428
Community Hall Pniel	964 228				964 228	29 541	32 141		61 682	902 546
Community Centre Groendal	1 292 960				1 292 960	61 832	43 099		104 930	1 188 030
Town Hall Franschhoek	519 743				519 743	48 547	17 325		65 871	453 872
	6 292 204	**2 620 915**		**0**	**8 913 119**	**1 260 320**	**491 117**	**0**	**1 751 437**	**7 161 682**
PUBLIC SAFETY TRAFFIC										
Licencing	5 123 660	395 461			5 519 122	2 468 031	308 518		2 776 549	2 742 573
Traffic Control	615 996				615 996	71 370	25 449		96 819	519 177
Parking Areas	1 156 572				1 156 572	129 927	16 808		146 735	1 009 838
	6 896 229	**395 461**		**0**	**7 291 690**	**2 669 328**	**350 775**	**0**	**3 020 103**	**4 271 587**
STRATEGIC SERVICES										
Integrated Development Plan	56 753	67 452			124 205	11 382	11 412		22 794	101 411
Strategic Services General	65 172	195 810			260 982	4 864	10 791		15 654	245 327
	121 924	**263 262**		**0**	**385 186**	**16 245**	**22 203**	**0**	**38 448**	**346 738**
Total	**997 586 266**	**71 403 762**	**160 975 500**	**0**	**1 229 965 528**	**218 796 874**	**188 279 694**	**0**	**407 076 568**	**822 888 960**

APPENDIX D
STELLENBOSCH MUNICIPALITY: SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2005

2003/2004 Actual Income R	2003/2004 Actual Expenditure R	2003/2004 Surplus/ (Deficit) R		2004/2005 Actual Income R	2004/2005 Actual Expenditure R	2004/2005 Surplus/ (Deficit) R
0.00	**1 312 125.63**	**-1 312 125.63**	**MUNICIPAL MANAGER**	**0.00**	**2 271 863.75**	**-2 271 863.75**
0.00	815 365.49	-815 365.49	Municipal Manager	0.00	1 334 095.88	-1 334 095.88
0.00	496 760.14	-496 760.14	Internal Audit	0.00	937 767.87	-937 767.87
13 980 993.00	**14 686 124.46**	**-705 131.46**	**PLANNING & ECONOMIC DEVELOPMENT**	**4 288 543.13**	**12 688 626.06**	**-8 400 082.93**
0.00	2 879 722.56	-2 879 722.56	Planning and Development	1 219 517.26	2 530 502.81	-1 310 985.55
2 288 575.19	2 384 607.11	-96 031.92	Building Control	2 695 997.92	1 946 388.89	749 609.03
147 414.93	4 344 422.06	-4 197 007.13	Town Planning	165 827.77	4 019 804.49	-3 853 976.72
11 545 002.88	5 077 372.73	6 467 630.15	Town Development	207 200.18	4 191 929.87	-3 984 729.69
9 198.01	**1 352 626.93**	**-1 343 428.92**	**COMMUNITY SERVICES GENERAL**	**10 111.18**	**1 420 254.80**	**-1 410 143.62**
0.00	900 270.77	-900 270.77	Community Services General	0.00	1 057 606.91	-1 057 606.91
0.00	139 290.34	-139 290.34	Social Services Summit	0.00	0.00	0.00
100.00	180 629.23	-180 529.23	Rhenish Complex	0.00	193 815.48	-193 815.48
9 098.01	132 436.59	-123 338.58	Voorgelegen	10 111.18	168 832.41	-158 721.23
6 028 628.56	**19 107 032.60**	**-13 078 404.04**	**COMMUNITY SERVICES PARKS**	**10 577 747.32**	**20 306 840.66**	**-9 729 093.34**
21 663.42	682 636.70	-660 973.28	Environment & Recreation	300.00	707 413.69	-707 113.69
0.00	294 301.92	-294 301.92	Workshop	0.00	299 194.26	-299 194.26
584 800.14	6 706 911.31	-6 122 111.17	Parks Stellenbosch	1 599 000.00	7 450 931.39	-5 851 931.39
383 915.34	1 420 378.32	-1 036 462.98	Parks Franschhoek	270 000.00	1 401 230.63	-1 131 230.63
0.00	1 358 763.43	-1 358 763.43	Street Trees	0.00	1 357 690.29	-1 357 690.29
0.00	1 120 345.88	-1 120 345.88	Street Beautification	0.00	1 230 610.85	-1 230 610.85
0.00	310 522.31	-310 522.31	Nursery	0.00	318 911.72	-318 911.72
3 504 266.55	1 749 653.61	1 754 612.94	Commonage & Plantations	3 760 638.01	1 736 893.91	2 023 744.10
1 598.00	498 001.95	-496 403.95	Jan Marais Nature Reserve	1 190.00	461 081.62	-459 891.62
74 408.50	207 146.46	-132 737.96	Jonkershoek Picnic Site	81 449.00	208 779.46	-127 330.46
0.00	0.00	0.00	Dwars River Picnic Site	0.00	0.00	0.00
113 630.00	690 818.85	-577 188.85	Van der Stel Sport	437 640.80	850 153.20	-412 512.40
48 640.00	889 109.86	-840 469.86	Idas Valley Sport	28 864.78	814 390.54	-785 525.76
116 180.70	572 071.64	-455 890.94	Cloetesville Sport	22 286.38	567 358.91	-545 072.53
0.00	19 085.77	-19 085.77	Golf Club	0.00	8 877.13	-8 877.13
11 654.20	515 030.27	-503 376.07	Swimming Pool Cloetesville	13 419.10	552 656.84	-539 237.74
984 097.71	291 922.25	692 175.46	Kayamandi Sport	4 144 528.27	384 637.13	3 759 891.14
42 300.00	224 664.73	-182 364.73	Kylemore Sport	18 042.98	250 877.37	-232 834.39
52 150.00	278 170.66	-226 020.66	Klapmuts Sport	0.00	294 795.80	-294 795.80
0.00	351 361.74	-351 361.74	Jamestown Sport	0.00	357 742.81	-357 742.81
22 500.00	643 283.72	-620 783.72	Pniel Sport	0.00	717 236.10	-717 236.10
47 234.00	117 932.68	-70 698.68	Groendal Sport	0.00	130 531.31	-130 531.31
19 590.00	164 918.54	-145 328.54	Raithby Sport	200 388.00	204 845.70	-4 457.70
3 168 456.50	**9 829 267.84**	**-6 660 811.34**	**COMMUNITY SERVICES HEALTH**	**4 023 339.06**	**8 769 567.82**	**-4 746 228.76**
288 199.26	2 311 239.02	-2 023 039.76	Health General	224 785.30	1 141 122.97	-916 337.67
403 890.75	998 125.04	-594 234.29	Aan-het-pad Clinic	610 397.79	1 071 298.20	-460 900.41
231 893.19	523 461.48	-291 568.29	Poli Clinic	322 971.80	403 218.01	-80 246.21
455 894.64	1 084 159.07	-628 264.43	Kayamandi Clinic	639 504.32	1 140 395.41	-500 891.09
397 820.16	1 064 397.13	-666 576.97	Victoria Street Clinic	570 547.87	1 055 054.59	-484 506.72
75 000.00	533 396.89	-458 396.89	Family Planning	152 098.11	567 933.76	-415 835.65
203 766.18	551 296.18	-347 530.00	Kylemore Clinic	295 536.43	581 508.42	-285 971.99
243 224.58	599 306.16	-356 081.58	Klapmuts Clinic	302 323.76	657 824.19	-355 500.43
92 050.28	245 541.72	-153 491.44	Don & Pat Bilton Clinic	135 840.57	276 338.79	-140 498.22
0.00	139 884.60	-139 884.60	Pniel Clinic	0.00	87 109.50	-87 109.50
108 885.56	128 913.78	-20 028.22	Aids Clinic	132 840.76	141 173.90	-8 333.14
127 143.12	129 753.14	-2 610.02	TB Clinic	118 093.44	120 015.57	-1 922.13
0.00	332 588.62	-332 588.62	Groendal Clinic	0.00	267 632.46	-267 632.46
9 073.00	111 532.93	-102 459.93	Pest Control	0.00	101 872.04	-101 872.04
513 395.78	924 140.27	-410 744.49	Stellenbosch Cemetery	515 288.91	989 757.56	-474 468.65
0.00	46 009.76	-46 009.76	Pniel Cemetery	0.00	52 737.03	-52 737.03
18 220.00	105 522.05	-87 302.05	Franschhoek Cemetery	3 110.00	114 575.42	-111 465.42

APPENDIX D
STELLENBOSCH MUNICIPALITY: SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2005

2003/2004 Actual Income R	2003/2004 Actual Expenditure R	2003/2004 Surplus/ (Deficit) R		2004/2005 Actual Income R	2004/2005 Actual Expenditure R	2004/2005 Surplus/ (Deficit) R
104 563.76	**3 693 870.80**	**-3 589 307.04**	**COMMUNITY SERVICES LIBRARIES**	**111 046.35**	**4 012 862.45**	**-3 901 816.10**
28 938.74	1 811 423.85	-1 782 485.11	Plein Street Library	27 049.91	1 926 667.77	-1 899 617.86
22 695.40	397 158.46	-374 463.06	Idas Valley Library	23 990.56	460 876.28	-436 885.72
18 859.62	489 208.99	-470 349.37	Cloetesville Library	19 060.65	474 440.37	-455 379.72
14 733.80	509 908.89	-495 175.09	Kayamandi Library	16 566.30	558 078.00	-541 511.70
5 270.25	150 237.68	-144 967.43	Pniel Library	5 856.60	177 104.46	-171 247.86
14 065.95	335 932.93	-321 866.98	Franschhoek Library	18 522.33	415 695.57	-397 173.24
1 733 386.11	**5 079 459.81**	**-3 346 073.70**	**COMMUNITY SERVICES HOUSING**	**12 523 322.78**	**6 272 076.60**	**6 251 246.18**
34 639.85	2 479 742.66	-2 445 102.81	Housing General	10 666 424.76	3 689 553.18	6 976 871.58
1 698 746.26	2 599 717.15	-900 970.89	Rented Buildings	1 856 898.02	2 582 523.42	-725 625.40
116 755 621.82	**101 485 795.93**	**15 269 825.89**	**ELECTRICAL ENGINEERING SERVICES**	**129 681 578.95**	**112 133 734.87**	**17 547 844.08**
116 755 621.82	101 485 795.93	15 269 825.89	Electrical Engineering Services	129 681 578.95	112 133 734.87	17 547 844.08
32 870.00	**8 102 728.94**	**-8 069 858.94**	**PUBLIC SAFETY FIRE SERVICES**	**21 155.00**	**8 581 941.84**	**-8 560 786.84**
32 870.00	8 102 728.94	-8 069 858.94	Fire Services	21 155.00	8 581 941.84	-8 560 786.84
25 874 281.06	**27 697 776.26**	**-1 823 495.20**	**PUBLIC SAFETY TRAFFIC**	**31 818 771.15**	**33 054 369.84**	**-1 235 598.69**
16 824 513.35	14 385 183.35	2 439 330.00	Licencing	17 961 480.27	15 453 810.19	2 507 670.08
7 421 805.21	11 789 495.55	-4 367 690.34	Traffic Control	12 285 501.88	15 975 321.73	-3 689 819.85
1 627 962.50	1 523 097.36	104 865.14	Parking Areas	1 571 789.00	1 625 237.92	-53 448.92
1 136 935.44	**8 486 661.45**	**-7 349 726.01**	**PUBLIC SAFETY SHARED SERVICES**	**328 174.91**	**10 354 812.57**	**-10 026 637.66**
0.00	793 689.79	-793 689.79	Public Safety General	0.00	1 587 425.75	-1 587 425.75
0.00	968 482.56	-968 482.56	Disaster Management	0.00	1 949 160.00	-1 949 160.00
50.00	4 720 408.76	-4 720 358.76	Security	78.46	4 658 684.23	-4 658 605.77
9 880.67	277 032.29	-267 151.62	Occupational Safety	12 617.70	301 723.80	-289 106.10
187 507.58	1 046 902.15	-859 394.57	Town Hall Plein Street	237 396.25	1 095 097.61	-857 701.36
22 505.00	263 642.41	-241 137.41	Eikestad Hall	19 387.50	216 738.15	-197 350.65
2 225.00	145 757.26	-143 532.26	Community Centre Kayamandi	555.00	145 896.62	-145 341.62
868 006.40	27 962.80	840 043.60	Community Hall Pniel	10 900.00	51 219.93	-40 319.93
175.00	90 216.69	-90 041.69	Community Centre Groendal	0.00	220 588.08	-220 588.08
0.00	1 994.34	-1 994.34	Community Hall Groendal	0.00	6 575.22	-6 575.22
46 585.79	150 572.40	-103 986.61	Town Hall Franschhoek	47 240.00	121 703.18	-74 463.18
0.00	**4 249 751.37**	**-4 249 751.37**	**ENGINEERING SERVICES GENERAL**	**34 876.24**	**4 605 316.05**	**-4 570 439.81**
0.00	1 965 082.38	-1 965 082.38	Municipal Buildings	0.00	2 243 776.17	-2 243 776.17
0.00	2 205 558.74	-2 205 558.74	Engineering Services General	34 876.24	2 336 730.34	-2 301 854.10
0.00	79 110.25	-79 110.25	Workshop	0.00	24 809.54	-24 809.54
13 275 877.40	**13 973 940.58**	**-698 063.18**	**ENGINEERING SERVICES REFUSE**	**17 095 522.82**	**18 293 214.16**	**-1 197 691.34**
36 393.00	21 763.82	14 629.18	Market	96 075.00	18 650.56	77 424.44
12 926 234.31	10 247 951.06	2 678 283.25	Refuse Removal	16 654 921.81	13 389 664.33	3 265 257.48
304 839.61	1 165 315.68	-860 476.07	Dumping Site	344 526.01	1 574 999.56	-1 230 473.55
8 410.48	707 549.08	-699 138.60	Klapmuts Transfer Station	0.00	684 335.78	-684 335.78
0.00	1 831 360.94	-1 831 360.94	Cleaning of Streets	0.00	2 625 563.93	-2 625 563.93
21 587 091.41	**22 868 706.24**	**-1 281 614.83**	**ENGINEERING SERVICES SEWERAGE**	**23 100 969.88**	**26 083 332.48**	**-2 982 362.60**
0.00	1 075 617.36	-1 075 617.36	Public Facilities	498 957.27	1 415 319.73	-916 362.46
20 617 042.01	7 501 655.64	13 115 386.37	Sewerage Purification Stellenbosch	22 130 181.34	7 887 642.19	14 242 539.15
857 952.64	10 989 970.68	-10 132 018.04	Sewerage Network	344 654.83	13 822 087.53	-13 477 432.70
112 096.76	1 061 568.19	-949 471.43	Composting	127 176.44	1 015 092.17	-887 915.73
0.00	232 681.23	-232 681.23	Sewerage Purification Klapmuts	0.00	152 691.83	-152 691.83
0.00	342 191.59	-342 191.59	Sewerage Purification Franschhoek	0.00	344 770.26	-344 770.26
0.00	1 665 021.55	-1 665 021.55	Sewerage Purification Pniel	0.00	981 658.00	-981 658.00
		0.00	Sewerage Purification Rural	0.00	464 070.77	-464 070.77
5 104 840.85	**13 846 508.34**	**-8 741 667.49**	**ENGINEERING SERVICES STREETS**	**5 307 159.18**	**15 146 420.14**	**-9 839 260.96**
4 706 015.53	7 382 348.94	-2 676 333.41	Roads	5 307 159.18	8 674 795.48	-3 367 636.30
0.00	1 966 636.19	-1 966 636.19	Sidewalks	0.00	1 688 246.40	-1 688 246.40
398 825.32	4 497 523.21	-4 098 697.89	Stormwater	0.00	4 783 378.26	-4 783 378.26

APPENDIX D
STELLENBOSCH MUNICIPALITY: SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2005

2003/2004 Actual Income R	2003/2004 Actual Expenditure R	2003/2004 Surplus/ (Deficit) R		2004/2005 Actual Income R	2004/2005 Actual Expenditure R	2004/2005 Surplus/ (Deficit) R
39 900 233.11	**31 558 012.02**	**8 342 221.09**	**ENGINEERING SERVICES WATER**	**37 913 343.63**	**39 731 669.98**	**-1 818 326.35**
39 157 941.25	21 290 637.24	17 867 304.01	Water Network	37 833 837.27	30 191 089.63	7 642 747.64
330 006.94	4 019 091.17	-3 689 084.23	Reservoirs & Supply Lines	0.00	4 297 788.91	-4 297 788.91
248 268.91	3 366 143.14	-3 117 874.23	Purification Idas Valley	0.00	2 807 191.80	-2 807 191.80
94 409.42	2 357 557.09	-2 263 147.67	Purification Paradyskloof	79 506.36	2 325 094.86	-2 245 588.50
69 606.59	524 583.38	-454 976.79	Purification Franschhoek	0.00	110 504.78	-110 504.78
10 757 591.92	**39 497 625.55**	**-28 740 033.63**	**CORPORATE SERVICES**	**505 632.31**	**31 618 815.70**	**-31 113 183.39**
16 291.12	90 421.92	-74 130.80	Innovation Centre			0.00
0.00	2 952 998.47	-2 952 998.47	Human Resources Services	0.00	3 467 388.85	-3 467 388.85
121.07	5 111 285.95	-5 111 164.88	Corporate Services General	235.35	5 273 168.75	-5 272 933.40
0.00	708 126.54	-708 126.54	Liaison Services	0.00	822 179.40	-822 179.40
0.00	377 864.87	-377 864.87	Printing Section	0.00	354 051.67	-354 051.67
10 707 557.58	24 865 062.15	-14 157 504.57	Council General Expenses	470 280.75	16 599 304.95	-16 129 024.20
0.00	2 246 482.20	-2 246 482.20	Council Donations	0.00	2 092 571.00	-2 092 571.00
0.00	888 163.68	-888 163.68	Council Mayor's Office	0.00	802 180.38	-802 180.38
33 622.15	1 993 208.97	-1 959 586.82	Administration Stellenbosch	35 116.21	1 937 925.19	-1 902 808.98
0.00	264 010.80	-264 010.80	Administration Franschhoek	0.00	270 045.51	-270 045.51
41 000.36	**1 534 501.89**	**-1 493 501.53**	**STRATEGIC SERVICES**	**67 452.23**	**1 889 321.62**	**-1 821 869.39**
0.00	465 032.54	-465 032.54	Integrated Development Plan	67 452.23	622 205.61	-554 753.38
41 000.36	1 069 469.35	-1 028 468.99	Strategic Services General	0.00	960 665.47	-960 665.47
		0.00	Ward Committees	0.00	306 450.54	-306 450.54
94 526 715.59	**39 654 322.03**	**54 872 393.56**	**FINANCIAL SERVICES**	**82 427 248.05**	**20 103 578.26**	**62 323 669.79**
0.00	0.00	0.00	Council Unallocated	0.00	0.00	0.00
69 460 715.75	10 927 460.09	58 533 255.66	Financial Services General	81 617 091.59	16 089 487.25	65 527 604.34
0.00	2 731 102.38	-2 731 102.38	Information Technology	0.00	3 098 331.85	-3 098 331.85
11 190.70	940 950.42	-929 759.72	Stores	810 156.46	915 759.16	-105 602.70
12 527 404.57	**12 527 404.57**	**0.00**	**SPECIAL FUNDS**	**16 743 337.98**	**16 743 337.98**	**0.00**
6 228 730.49	6 228 730.49	0.00	Masakhane	10 876 766.66	10 876 766.66	0.00
3 570 054.35	3 570 054.35	0.00	Special Fund Leave Gratification	2 493 584.22	2 493 584.22	0.00
700 916.96	700 916.96	0.00	Special Fund Self-Insurance	312 614.37	312 614.37	0.00
297 526.64	297 526.64	0.00	Special Fund Special Clean-up Operations	199 999.76	199 999.76	0.00
19 650.00	19 650.00	0.00	Special Fund Performance Management	24 450.84	24 450.84	0.00
216 964.39	216 964.39	0.00	Special Fund LWGSETA Training	456 839.92	456 839.92	0.00
628 941.04	628 941.04	0.00	Special Fund Pilot Site	713 566.44	713 566.44	0.00
79 745.89	79 745.89	0.00	Special Fund Dilbeeck	126 297.89	126 297.89	0.00
747 175.01	747 175.01	0.00	Special Fund Western Cape Water Quality	1 017 438.19	1 017 438.19	0.00
37 699.80	37 699.80	0.00	Special Fund Growth Management Strategy	92 300.20	92 300.20	0.00
		0.00	Special Fund Leuven Study Grant	219 408.00	219 408.00	0.00
		0.00	Special Fund NLDTF Bergzicht Training Centre	210 071.49	210 071.49	0.00
5 879 352.27	**5 879 352.27**	**0.00**	**HOUSING**	**4 351 164.26**	**4 351 164.26**	**0.00**
5 879 352.27	5 879 352.27	0.00	Housing Schemes	4 351 164.26	4 351 164.26	0.00
359 897 637.17	**373 896 190.94**	**-13 998 553.77**	Sub-Total	**380 930 496.41**	**398 433 121.89**	**-17 502 625.48**
0.00	-53 550 976.36	53 550 976.36	Less: Inter-departemental Charges	0.00	-69 301 212.93	69 301 212.93
359 897 637.17	**320 345 214.58**	**39 552 422.59**	**Total**	**380 930 496.41**	**329 131 908.96**	**51 798 587.45**

APPENDIX E(1)

STELLENBOSCH MUNICIPALITY: ACTUAL vs. BUDGET (REVENUE & EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2005

	2004/2005 Actual R	2004/2005 Original Budget R	2004/2005 Adjusted Budget R	2004/2005 Variance R	2004/2005 Variance %	Explanation of Significant Variances Greater than 10% versus Budget
REVENUE						
Property rates	70 590 202	65 989 840	68 789 840	1 800 362	2.55	
Property rates - penalties imposed and collection charges	1 083 703	1 024 000	1 024 000	59 703	5.51	
Service charges	188 876 693	189 129 049	190 194 049	-1 317 356	-0.70	
Rental of facilities and equipment	6 529 838	6 576 907	6 576 907	-47 069	-0.72	
Interest earned - external investments	9 192 141	10 638 977	8 638 977	553 164	6.02	Interest rates on investments better than expected
Interest earned - outstanding debtors	2 155 255	2 076 500	2 076 500	78 755	3.65	
Fines	13 213 342	11 025 660	11 025 660	2 187 682	16.56	Higher income due to installation of a new traffic camera
Licences and permits	17 807 144	16 248 925	16 248 925	1 558 219	8.75	Income on several votes realized higher than expected
Government grants and subsidies	37 668 929	13 389 186	13 409 786	24 259 143	64.40	Capital receipts not previously budgeted for now recorded via income statemen
Other income	26 665 700	27 607 916	29 844 518	-3 178 818	-11.92	Income on several votes realized higher than expected
Public contributions, donated and contributed property, plant and equipment	7 147 549	0	0	7 147 549	100.00	Capital receipts not previously budgeted for now recorded via income statement
Gains on disposal of property, plant and equipment	0	0	0	0	0.00	
Total Revenue	**380 930 496**	**343 706 960**	**347 829 162**	**33 101 334**	**8.69**	
EXPENDITURE						
Employee related costs	107 999 801	116 909 901	114 294 441	-6 294 640	-5.83	
Remuneration of Councillors	5 012 997	4 386 883	5 013 174	-177	0.00	
Bad debts	8 920 804	6 424 102	6 424 102	2 496 702	27.99	Had to increase provision which seems to be insufficient
Collection costs	663 136	677 816	677 816	-14 680	-2.21	
Depreciation	27 304 194	32 460 492	32 460 492	-5 156 298	-18.88	
Repairs and maintenance	36 090 636	33 745 864	34 732 362	1 358 274	3.76	
Interest on borrowings	1 151 834	1 954 386	1 954 386	-802 552	-69.68	
Bulk purchases	63 675 072	65 919 360	65 899 360	-2 224 288	-3.49	
Grants and subsidies paid	2 092 571	2 095 571	2 095 571	-3 000	-0.14	
General expenses - other (including abnormal expenses)	140 377 260	141 916 802	147 061 675	-6 684 415	-4.76	
Contributions to/(transfers from) provisions	5 144 819	2 994 293	2 994 293	2 150 526	41.80	Had to make provision for actual leave payable as at 30/06/2005
Sub-total	**398 433 122**	**409 485 470**	**413 607 672**	**-15 174 550**	**-3.81**	
Less: Inter-departemental Charges	**-69 301 213**	**-65 778 510**	**-65 778 510**	**-3 522 703**	**5.08**	
Total Expenditure	**329 131 909**	**343 706 960**	**347 829 162**	**-18 697 253**	**-5.68**	
NET SURPLUS/(DEFICIT) FOR THE YEAR	**51 798 587**	**0**	**0**	**51 798 587**	**100.00**	

APPENDIX E(2)
STELLENBOSCH MUNICIPALITY: ACTUAL vs. BUDGET (ACQUISITION OF PROPERTY, PLANT & EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2005

	2004/2005 Actual R	2004/2005 Budget R	2004/2005 Variance R	2004/2005 Variance %	Explanation of Significant Variances Greater than 5% versus Budget
Infrastructure					
Fencing	176 463	200 392	-23 929	-11.94	Actual expenditure realized less than budgeted amount
Footways	274 834	275 000	-166	-0.06	
Power stations	3 862 178	5 223 000	-1 360 822	-26.05	Delay in commencement of Paradyskloof Substation (continues in 2005/2006)
Pump stations	99 069	100 000	-931	-0.93	
Purification works	768 495	780 000	-11 505	-1.47	
Other roads	6 540 607	6 849 130	-308 523	-4.50	
Security system	1 017 261	1 023 000	-5 739	-0.56	
Sewers	1 024 824	1 026 150	-1 326	-0.13	
Sewerage pumps	149 090	150 000	-910	-0.61	
Street lighting	3 420 834	3 497 600	-76 766	-2.19	
Supply/reticula	2 736 029	2 876 500	-140 471	-4.88	
Supply/reticula	1 599 279	1 566 000	33 279	2.13	
Stormwater drai	1 045 164	1 055 000	-9 836	-0.93	
Switchgear equi	303 870	312 500	-8 630	-2.76	
Reservoirs & ta	199 287	200 000	-713	-0.36	
Taxiways	364 589	375 000	-10 411	-2.78	
Traffic islands	417 552	430 000	-12 448	-2.89	
Traffic lights	493 825	493 000	825	0.17	
Street names &	34 744	40 000	-5 256	-13.14	Actual expenditure realized less than budgeted amount
	24 527 992	**26 472 272**	**-1 944 280**	**-7.34**	
Community Assets					
Cemeteries	51 871	52 000	-129	-0.25	
Community centr	154 678	1 155 600	-1 000 922	-86.61	Kylemore Community Centre did not commence (will be done in 2005/2006)
Clinics/hospita	177 611	242 850	-65 239	-26.86	Actual expenditure realized less than budgeted amount
Informal housin	458 588	2 061 000	-1 602 412	-77.75	Certain ad hoc capital projects did not commence
Indoor sports	382 500	383 008	-508	-0.13	

APPENDIX E(2)
STELLENBOSCH MUNICIPALITY: ACTUAL vs. BUDGET (ACQUISITION OF PROPERTY, PLANT & EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2005

	2004/2005 Actual R	2004/2005 Budget R	2004/2005 Variance R	2004/2005 Variance %	Explanation of Significant Variances Greater than 5% versus Budget
Libraries	29 565	30 000	-435	-1.45	
Municipal build	3 354 445	4 332 980	-978 535	-22.58	Actual expenditure realized less than budgeted amount
Muncipal houses	198 742	200 000	-1 258	-0.63	
Outdoor sports	4 856 808	5 175 933	-319 125	-6.17	
Parks	1 244 223	1 278 076	-33 853	-2.65	
Public convenie	1 090 122	1 298 000	-207 878	-16.02	Actual expenditure realized less than budgeted amount
Recreation cent	467 700	470 000	-2 300	-0.49	
Tennis courts	184 320	189 275	-4 955	-2.62	
	12 651 171	**16 868 722**	**-4 217 551**	**-25.00**	
Other Assets					
Air conditioner	19 866	20 000	-134	-0.67	
Chairs	3 064	3 500	-436	-12.46	Actual expenditure realized less than budgeted amount
Computer hardwa	495 804	506 500	-10 696	-2.11	
Compactor - lan	17 500	17 500	0	0.00	
Compactor - pla	12 696	12 700	-4	-0.03	
Compter softwar	575 262	584 000	-8 738	-1.50	
Control system	15 350	15 350	0	0.00	
Equipment/appar	4 497	29 500	-25 003	-84.76	Actual expenditure realized less than budgeted amount
Electrical equi	797 151	809 590	-12 439	-1.54	
Radio equipment	917 076	1 000 000	-82 924	-8.29	Actual expenditure realized less than budgeted amount
Telecommunicati	52 258	53 000	-742	-1.40	
Fire equipment	31 893	32 000	-107	-0.34	
Generator	55 696	55 700	-4	-0.01	
Housing schemes	21 352 606	41 325 750	-19 973 144	-48.33	Certain ad hoc capital projects did not commence
Miscellaneous f	944 625	1 032 000	-87 375	-8.47	Actual expenditure realized less than budgeted amount
Office machines	745 370	764 000	-18 630	-2.44	
Pumps	28 416	31 600	-3 184	-10.08	Actual expenditure realized less than budgeted amount

APPENDIX E(2)
STELLENBOSCH MUNICIPALITY: ACTUAL vs. BUDGET (ACQUISITION OF PROPERTY, PLANT & EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2005

	2004/2005 Actual R	2004/2005 Budget R	2004/2005 Variance R	2004/2005 Variance %	Explanation of Significant Variances Greater than 5% versus Budget
Roller - pavem	88 909	95 300	-6 391	-6.71	Actual expenditure realized less than budgeted amount
Tools	71 299	51 700	19 599	37.91	Actual expenditure realized more than budgeted amount
Town planning	2 836 576	4 950 950	-2 114 374	-42.71	Certain ad hoc capital projects did not commence
Trailers	18 267	18 300	-33	-0.18	
Vacant land	683 104	6 502 300	-5 819 196	-89.49	Purchasing of Watergang not finalized yet
Vehicles	2 340 391	2 359 330	-18 939	-0.80	
Fire engines	1 500 000	1 500 000	0	0.00	
Lawnmowers	238 002	238 144	-142	-0.06	
Vehicle monitor	191 565	191 820	-255	-0.13	
Road maintenanc	161 061	160 000	1 061	0.66	
Trucks/bakkies	26 295	26 300	-5	-0.02	
	34 224 599	**62 386 834**	**-28 162 235**	**-45.14**	
Total	**71 403 762**	**105 727 828**	**-34 324 066**	**-32.46**	

APPENDIX F

STELLENBOSCH MUNICIPALITY: STATISTICAL INFORMATION

	2004/2005	2003/2004	2002/2003
GENERAL STATISTICS			
Population	±117 000	106 126	103 740
Number of registered voters	60 742	56 832	55 555
Area (in km²)	811	811	811
Valuation			
Taxable	9 801 938 500	9 377 225 188	5 883 393 890
Non-taxable	370 003 145	364 802 540	339 853 980
Valuation date	01/01/2000	01/01/2000	01/01/2000
Number of properties			
Residential	17 516	16 520	15 050
Other	3 970	3 943	3 550
Assessment rates			
Non-residential (per rand)	1,3583c	1,1811c	1,0472c
Residential (per rand)	0,9330c	0,8113c	0,7193c
Rebates			
Pensioners	15%	15%	15%
Johannesdal (small holdings)	35%	35%	35%
Number of employees	981	945	939
CLEANSING			
Distance in kilometers	347 728	237 840	237 791
Refuse removed	255 500	224 179	218 944
Total expenditure - Rand	18 293 214	13 973 941	12 207 024
Cost per m removed - Rand	71.60	62.33	55.75
Total income - Rand	17 095 523	13 275 877	12 995 751
Income per m removed - Rand	66.91	59.22	59.36
SEWERAGE			
Sewerage water purified - megaliter	9 457	6 237	6 788
Total expenditure - Rand	26 083 332	22 868 706	18 038 174
Cost per megaliter purified - Rand	2 758.10	3 666.62	2 657.36
ELECTRICITY			
Units (kWh) bought	352 985 119	341 870 000	309 164 876
Cost per kWh bought - cents	17.00c	14.90c	15.14
Units (kWh) sold	348 643 402	336 741 000	306 129 454
Units (kWh) lost in distribution	4 341 717	5 129 000	3 035 422
Percentage lost in distribution	1.23	1.50	0.98
Total expenditure - Rand	112 133 735	101 485 796	94 323 045
Cost per unit sold - cents	32.16	30.14	30.81
Total income - Rand	129 681 579	116 755 622	97 296 652
Income per unit sold - cents	37.20	34.67	31.78
Number of consumers	21 996	21 551	20 946
WATER			
Units (kiloliter) bought	4 632 861	1 753 819	2 463 372
Cost per kiloliter bought - cents	33.93c	31.60c	31.50
Units (kiloliter) sold	8 742 811	8 844 825	8 753 551
Kiloliter lost in distribution	not measured	not measured	not measured
Percentage lost in distribution			
Total expenditure - Rand	39 731 670	31 558 012	25 516 772
Cost per kiloliter sold - cents	454.45	356.80	291.50
Total income - Rand	37 913 344	39 900 233	26 091 398
Income per kiloliter sold - cents	433.65	451.11	298.07
Number of users	18 662	17 181	17 051